No. 34,195

The Rumors Are True

INTERNATION

ELIMITE

PARIS, SATURDAY-SUNDAY, FEBRUARY 6-7, 1993

ESTABLISHED 1887

The Clintons' White House

# For Strong First Lady, New 'Domestic' Chores

By Michael Kelly

WASHINGTON — Breaking with a tradition that casts the first lady as a demure spokeswoman for good deeds, the new president's wife has emerged in public as the most important White House adviser on domestic

Hillary Rodham Clinton's status was demonstrated most recently in a lobbying expedi-tion to Capitol Hill on behalf of still unde-fined proposals to restructure the national system of health care.

Mrs. Clinton met on the second floor of the Capitol with the Senate Democratic leader, George J. Mitchell of Maine; with 28 more Democratic senators, and with two influential Republican senators, Bob Dole of Kansas, the minority leader, and John H. Chafee

The meetings, by all accounts, broke no new ground on health care. But they were of strong symbolic importance on two levels, underscoring the importance of health-care legislation to the administration and the importance of Mrs. Clinton in the new power

Her influence was vividly captured in an image that was at once traditional and novel. As the journalists and the cameras waited in their usual fashion behind red velvet ropes

Johnson Room opened and Mr. Mitchell came out, walking up, in the usual fashion, to stand before the battery of microphones and say a few words.

But the person walking at the senator's side, and joining him at the microphones, and answering reporters' questions as the admin-istration's leading voice on a leading issue was the president's wife, not a cabinet secretary — and that is not part of the usual fashion at all.

Franklin D. Roosevelt's wife, Eleanor, was the first first lady to appear before Congress, testifying before the House District of Co-lumbia Committee on the wretched conditions of nursing homes in the national capital. Lady Bird Johnson lobbied Congress behind the scenes for passage of the Highway Beauti-fication Act. And Rosalynn Carter openly lobbied for passage of the Age Discrimina-tion Act, the Older Americans Act and the Rural Clinics Act. Rural Clinics Act.

Yet, Mrs. Clinton's visit Thursday was of far more import than all of these. Ever since she was named by the president to head the group charged with putting to-gether a health-care program, she has been lobbying members of Congress behind the scenes. A White House aide said the first lady See HILLARY, Page 3

# **Cabinet Gets Personal** At Not-So-Wild Weekend

By Ann Devroy

Washington Post Service
WASHINGTON — It was the evenin program at Camp David, and President Bill Clinton gathered his cabinet and top aides together for a group exercise in what experts call "human resource development" conducted by two professional "facilitators."

The point, the group was informed, was to tell each other about some major fact or experience in their lives not on their public biographies. Sharing such experiences, they were told, helps build sharing relationships necessary to foster trust among new teams. Mr. Clinton, no stranger to such exercises, plunged in with a story about his early child-hood.

"He talked about how he was a fat kid when he was 5 and 6 and how the other kids taunted him," a source said.

Human resource development, often in the form of weekend retreats, is common in busi ness, but not generally in the White House or politics. One Clinton official said Thursday: "Don't try to make this sound weird, like we had some kind of encounter group therapy up there. It was actually great. It was just people talking about themselves."

The Camp David retreat last Saturday and Sunday, Mr. Clinton's second weekend in office, was his first visit to the presidential hideaway in the Maryland mountains. How the new president used that weekend offers a portrait of how different this presidency will be from the one that preceded it -in style if nothing else. But some problems of the presidency, such as leaks to the media, endure. Previous presidents have brought their

By Marc Fisher

Washington Post Service

FREITAL, Germany — Prince Alexander of Saxony and Christian Tassin, a sharp banker from Paris, were old

boarding school chums looking to restore the luster of the

prince's royal name, join in the historic effort to resurrect

Eastern Germany and make a pile of money along the way.

cabinets and staffs to Camp David, but more often for picnics than working sessions.

Mr. Clinton's session, by contrast, was an overview of the year ahead, with political, policy and polling briefings as well as the eamwork exercises.

"All of us have been on 5,000 retreats," said Donna E. Shalala, secretary of health and human services. "Facilitators? Yes, that's what you do on retreats. Everyone's sort of pros at it. What everyone loved was the fact we all liked each other. It was fun."

President George Bush's Camp David events were first-cleas all the way and heavy

on the games. Helicopters ferried guests unless weather prevented it.

Mr. Clinton's team wore name tags, took buses and worked until nearly 11 P.M. Saturday and then began at 7 A.M. Sunday.

According to sources, Mr. Clinton was followed in the Saturday night exercises by most of the cabinet and other aides who told

stones of their ch or marriages. Several cabinet officers and aides declined to discuss the exercise, calling the weekend private and noting that Mr. Clinton told them

to keep it that way. Others spoke, but did not exactly illumi-We spent some time as a cabinet and as

key leadership in the White House focusing on missions for this year," said Energy Secretary Hazel R. O'Leary. The weekend included a briefing by several

campaign advisers, who told the group that the election was a mandate for change. The theme of keeping in sync with the voters was See WEEKEND, Page 3

investments there.

enterprises of Eastern Germany.

This weekend, two years after taking charge, Mr. Tassin packed his last few personal items and locked the doors of this rambling old factory.

The prince long ago returned to Mexico to care for his

And last week, Saxon Porcelain Manufacture sent its craftsmen home, went into bankruptcy and shut its doors, done in, Mr. Tassin said, by high labor costs and rigid union

"I'm sorry, the Trenhand asked me to leave quietly, but I



FACE FROM THE PAST — A Russian soldier, still with the insignia of the defunct Soviet Union on his hat, wearing a gas mask Friday during chemical warfare training near Moscow. Russia's chemical weapons are to be destroyed over 15 years.

set up by the German government to sell off the state government, which bought the company and runs it as enterprises of Eastern Germany.

Eastern Germany this year, particularly in labor-intensive a subsidized cultural treasure.

Eastern Germany this year, particularly in labor-intensive industries. Investors complain that the rapid rise in wages

"Thave an MBA, but you don't need an MBA here, you need a sorcerer's license," Mr. Tassin said. "For two years, I

heard only one word: 'No.' I stopped everything in my life

Above all, Mr. Tassin said, a series of hefty wage in-

creases negotiated by the major Western German unions pushed labor costs so high that the porcelain maker — like

many Eastern manufacturers - could not possibly turn a

profit. Mr. Tassin faced pay increases of 35 percent his first

"I told the unions I am an investor, not Santa Claus," Mr.

Tassin said. "East German wages are more than 10 percent

higher than those at Limoges, where wages were cut by 10 percent last year while we were forced to give huge in-

creases." He was talking about the French porcelain center. German economists predict a wave of bankruptcies in

r, 32 percent last year and 30 percent this year.

to make this work. But it has been a nightmare.

# Clinton Backs Off On Threat of Force In Bosnia, for Now

By Thomas L. Friedman New York Times Service

WASHINGTON - The Clinton administration has set aside for now the use of military force to resolve the Balkan crisis and is preparing instead a diplomatic effort to modify the peace plan for Bosnia to make it acceptable to the Muslims, according to administration offi-

The officials declined to specify what changes they would seek in the partition of Bosnian territory envisioned by the plan, fashioned by the United Nations mediator, Cyrus R. Vance and his counterpart from the Europe-

which would divide Bosnia-Herzegovina into 10 autonomous provinces largely along ethnic lines, because it sees it as unfair to the Bosnian

[President Bill Clinton on Friday reiterated his reluctance to support the plan, Reuters reported. "I applaud the effort," he said. But the president added that the United States was reductant to impose an agreement on the par-

ties to which they do not agree."]
Administration officials said the White House did not have a map of its own that it would like to see put into effect in Bosnia, but would support any outcome that all the parties

That, however, effectively dictates an American diplomatic initiative that pressures the Serbs to give more territory to the Muslims than now provided in the Vance-Owen plan, while making sure that the appetite of the Muslims does not grow out of proportion, the officials

This diplomatic initiative by the administra-tion will likely be combined with a stepped-up humanitarian relief program, the officials said, But advisers to Mr. Clinton still have not decided how big the increase in aid would be, or the exact mechanism they would use to get it into the Bosnian capital, Sarajevo, and other areas.

Mr. Clinton spoke during the presidential campaign about possibly using military force, including bombing Serbian targets if necessary, to relieve Bosnia.

But for now, his administration appears to have rejected such options as it has confronted the complexities of the Bosnian situation and the actual prospect of ordering military inter-

discussions of a settlement in recent weeks, While the administration officials insist they are not ruling out the use of force, they acknowledge that for a variety of domestic and international reasons it is not really an option

The president's top national security advisers crystallized the plan at a meeting Wednesday and presented what they called their combined humanitarian-diplomatic initiative to Mr. Clinton. The president has yet to give his formal approval to the effort, although it seemed likely

that he would do so, the officials said.

Administration officials acknowledged that they had no "silver bullet," as one official put it,

Germany urges President Clinton to accept the EC-UN peace plan for Bosnia. Page 4.

to resolve the Bosnian crisis. The emerging Clinton approach is viewed by officials as the best they can come up with given the fact that Russia is unwilling to tolerate military moves against Serbia, that the European allies have lined up behind the peace plan designed by Lord Owen and Mr. Vance, and that the Pentagon is reductant to get involved militarily.

Lord Owen has accused the administration of rejecting the plan without having an alternative, saying that the settlement that he has worked on with Mr. Vance is "the best settlement you can get."

Their plan would create 10 autonomous provinces in Bosnia-Herzegovina, three of them to be dominated by Serbs, and establish guarantees for the protection of minority groups within each. Proponents argue that, far from rewarding the Serbs, it would require Serbian forces to withdraw from substantial areas. The plan has won the full endorsement only

of the Croatian side in the war. The Serbian side has accepted the concept of dividing Bosnia-Herzegovina into autonomous regions but wants the map redrawn more to its liking. The Muslims object to the plan altogether, saying it would dismense Bosnia-Herzegovina and revenue the Sember for their matters. ward the Serbs for their "ethnic cleansing" campaign, under which thousands of Muslims have been killed and many others expelled. The Clinton administration has been on the

See BOSNIA, Page 4

### U.S. Jobs Growth Fails to Set World Pace Markets Cheer —

International Herald Tribune

NEW YORK - Employment figures published Friday showed the United States stuck in what looked like a half-speed recovery that could set a pattern of slow job growth for Europe and even Japan when they start turning

The Labor Department reported that in January the economy created 106,000 new non-farm jobs. This is about half the number normally created in a recovery, but only to be expected in a recovery that itself is proceeding at half the normal postwar rate.

At the same time, unemployment in Germany shot up to 8.3 percent as the country sank deeper into recession, which U.S. economists warned would force an industrial restructuring

The \$400 Cup: A Case History of a Failed East German Industry

The U.S. unemployment rate, more politically than economically significant, declined from

7.3 percent to 7.1 percent. That was because there were half a million fewer workers in the labor force, which is used to figure the percent-"The optimism of November and December

fell away and more people stopped looking for jobs because the economy was not creating enough of them," said Audrey Freedman, a labor economist who heads Manpower Pins.

President Bill Clinton, acutely aware of the problem, said that the unemployment rate was better but still too high." He also showed concern about "a lot of unused capacity in the country, a lot of idle people."

costs and held onto its record gains of Thurs-day. The Dow Jones industrial average closed at a new high of 3,442.14, up 25.40 points on

One potential bright spot in the job picture was an average manufacturing workweek of 41.4 hours, the highest in 25 years. This implies sizable overtime payments, which can only be reduced by adding workers.

According to Allen Sinai of Boston Co., this already seems to be happening and turning into "a spreading improvement in jobs."

Hiring last month began moving from main-

leaves them with no incentive to operate in the East. In

many industries, pay has gone from 60 percent of Western

levels in 1990 to more than 80 percent now, with big raises

remained wary, the number of manufacturing jobs in the

East has plummeted from more than 3 million to 700,000

since the fall of the Berlin Wall. The widespread sense that

Eastern wages are rising too fast has prompted industry and

the Bonn government to seek a reopening of wage negotia-tions with Germany's powerful unions. But that effort

Any hope of holding off the seemingly inexorable climb

Eastern salaries toward Western levels was too late for

See EAST, Page 12

As Eastern markets dissolved and Western investors

set for this spring.

appeared to stall last week.

ly temporary and health-care workers into pro-

See JOBS, Page 10

### similar to that in America to meet international competition with higher productivity. (Page 9) The U.S. record some political content and held onto its record gains of Thurs-**Monetary Vise** Compiled by Our Staff From Dispatches

LONDON — European stock markets surged Friday on a tide of cuphoria prompted by the Bundesbank's interest rate cuts and weak currencies continued to recover. But officials and analysts said it was far too early to call an end to Europe's currency crisis.

"It is clear it was enough to calm the exchange-rate mechanism," the European Com-munity's economic affairs commissioner, Henning Christophersen, said of the rate cuts Germany made Thursday.

"But the credibility of a currency starts at

home," he added. "I don't think all the ills have been cured."

omme

OR PU

4 State

f Execu

aty Dure nd Tellec

ROPE

e-Europ

SDA Gro

10-2-9

Shares in Paris and Frankfurt ended at their highest for more than six months after many anxious weeks awaiting action to stir Europe

out of its long and gloomy recession.
In Paris, the CAC-40 index ended above the 1,900 level for the first time since June 1992 on optimism that the German reductions would allow France to follow suit soon. The index gained 53.80 points to 1,908.18.

In Frankfurt, the 30-share DAX index of German stocks closed 39.76 points higher at

The European component of the Internation-

al Herald Tribune World Stock Index gained 0.70 percent. In the currency markets, the French franc strengthened in early trading but ended un-

aged at 3.3828 francs to the Deutsche mark. The Danish krone — the prime target of speculators before the German move - rebounded See MARKETS, Page 11

### In 1991, Mr. Tassin and the prince, who ran an air freight company in Mexico, thought they had struck gold—white gold, the majestic porcelain pieces produced by hand for more than 200 years at the Saxon Porcelain Manufacture workshops in this East German industrial city near Dresden. have to tell foreign investors it would be madness to come here," Mr. Tassin said. "You have to pay West German Mr. Tassin and the prince were the first foreign investors wages to work in an economy that looks like Zaire." lured to this part of Saxony, once an engine of Germany's industrial might, after the collapse of communism. They were the pride and joy of the Trenhand agency, which was

Smile! It's Really Grim

Upbeat Ads Help Sell Misery Movies

By Janet Maslin

New York Times Service NEW YORK - Let's say your plane had just gone down in the Andes, forcing you to eat the pilot and spend 70-odd days in freezing cold. Would that be any reason for looking downbeat? Of course not, if you're a movie distributor determined to see the bright side, as movie distributors so often are.

Observe the current ads and posters for films about fatal disease or would-be suicide, featuring vicious thugs or quarrelsome families or sex-obsessed adulterers, and you will see a remarkable wave of sunny, feel-good images. Only if you're familiar with the films themselves will you ask the obvious question: Why are these people smiling?

Well, we certainly know the answer. They're similing to put the best faces forward for their respective films, even if those faces in truth aren't so happy. Ads for "Lorenzo's Oil," the film about parents who learn their son has a fatal disease, show the three principais beaming lovingly at one another, even though there is hardly a moment in the film when these worried, auxious characters are able to smile at all.

The ad also quotes reviews using words like "exhilarates" and "triumph." There's even a

mention of "Rocky," as if this were a purely upbeat, inspirational story. "Lorenzo's Oil" happens to be a fine film, but it is also extremely harrowing, a thought best left unexpressed by those seeking to emphasize

By the same logic, ads for "Alive" present grinning challient young actors and glorious mountain scenery, along with the dread phrase "triumph of the human spirit." Only if you look closely will you see the wreckage of an itty-bitty amplane, which offers a better idea of what the film is about.

The argumentative relatives of "Used People" have taken time out from their bickering to form a rosy family portrait, while in the U.S. ad campaign the principals of "Damage" have replaced their earlier torrid look with something comfortably banal Jeremy Irons and Juliette Binoche, as clandestine lovers, now wear clothes and look relatively neutral. Rupert Graves, who plays Mr. Irons's hapless son and Miss Binoche's betrayed fiance, has somehow found it within himself to beam benignly at the other two. If bad feelings have a way of being whished right out of these ads, so do the physical

See SMILES, Page 4

en de la company de la company

### Kiosk

### Mobutu Dismisses Rival, **Blaming Him for Riots**

GBADOLITE, Zaire (Combined Dispatches) — President Mobutu Sese Seko said Friday that he was dismissing his reform-minded prime minister, Etienne Tshisekedi, blaming him for riots in which scores died. Estimates range from 80 killed to more than 300.

Marshal Mobutu said he would ask the transitional parliament, the High Council of the Republic, to propose a new prime minister, saying that Mr. Tshisekedi had not fulfilled his mandate to form a new, broad-based cabinet.

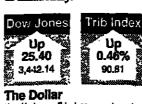
It was not clear that Marshal Mobutu has the authority to dismiss the prime minister. The two are locked in a power struggle that came to a head over new 5,000,000 zaire bank notes, worth about \$2. They were outlawed by Mr. Tshisekedi

1.6575

1.4415

124.72

5.6045



5.6125

**Business/Finance** Japan's growing trade surplus may be a sign of The Bully is the latest market challenge from Germa-Page 11.

**Money Report** How to cut tax bills in the Clinton era. Pages 14-15.



ANYTHING BUT RETIRING — Lord King showing displeasure with questions about his retirement as chairman of British Airways, five months earlier than planned and after disclosures of 'dirty tricks' against Virgin Atlantic. Page 9.

# Tajiks' Civil War Gives Jitters to Central Asia's Old Guard

By Steve LeVine

DUSHANBE, Tajikistan — Old-guard Communists determined to preserve their power and privileges in this former Soviet republic have gained the upper hand in a civil war that has sent political tremors throughout Central Asia.

Soviet hammer-and-sickle flags flutter from tanks roaring through the streets of Dushanbe two months after Communist forces reclaimed power from an Islamicdominated opposition coalition.

Armed vigilantes patrol the streets, checking identities and hauling suspects off for questioning. Combat helicopters roam the mountains just outside the capital in a campaign to destroy remaining oppoartion strongholds.

After more than a year of demonstrations and counterdemonstrations, the capital of this backward republic of 5 million people is now relatively quiet. But peace has been bought at a terrible price: an estimated 20,000 to 40,000 dead and hundreds of thousands of refugees.

Many intellectuals and anti-government activists have disappeared, and the government has blockaded regions controlled by the opposition, apparently seeking to starve them into submission.

According to a government estimate of

other armed conflicts on the territory of the former Soviet Union. The International Committee of the Red Cross believes that many of the 350,000 or so refugees — a quarter of whom have crossed into Afghan-

Largely unnoticed by the rest of the world, the bloodletting in Tajikistan has become the front line in a larger power struggle threatening to tear Central Asia

On one side is the familiar Soviet establishment of Communist politicizns, oldguard factory managers and collective farm chairmen, who have held power for six decades. On the other side is an unlikely coalition of Islamic fundamentalists, liber-al intellectuals, fledgling businessmen and representatives of regions that have long been excluded from power.

The fighting in Tajikistan is being watched particularly closely in neighboring Uzbekistan, the political and economic linchpin of the region with a population of more than 20 million. Determined to shore up his own power, President Islam A. Karimov of Uzbekistan has begun arresting opposition politicians and sending arms to his fellow Communists in Tailkistan. ac-Communists in Tajikistan, ac-

future of Central Asia," said Oleg Panfilov, a Russian journalist who was forced to flee Dushanbe at the end of last year because he sympathizes with the opposition. "That istan — are at risk from hunger and expois why Karimov is cracking down on the opposition. He regards the Tajik opposi-

tion as an ideological threat to himself." The simmering civil strife in Tajikistan erupted into major fighting in September when opposition leaders overthrew the president, Rakhman Nabiyev, a Communist holdover from the Brezhnev era. But the opposition's triumph was short-lived. position. After beating a tactical retreat to the provinces, supporters of Mr. Nabiyev swept back into the capital in December.

During the ensuing fighting, both sides

have been guilty of atrocities. But most independent observers say that the new government has taken advantage of its upper hand in the fighting to inflict the most

"The pro-government forces are shooting the Islamic forces even when they surrender," said a senior Russian officer Afghanistan," said Mr. Panfilov, the jourwhose men have witnessed the Tajik fight-

Virtually all prominent opposition leaders have been forced to flee Dushanbe, stan between Comm

tainous eastern half of the country.

and opposition activists who have disapthe Garm Valley in the east, were excluded peared in Dushanbe over the last two from political power. months and are presumed dead. Government leaders deny allegations of wide- nated by mountain people, more religious spread torture and arbitrary killing, while than those from more urbanized regions. insisting that they are determined to push. Intellectuals living in Dushanbe tended to shead with their offensive against the op-

There is some evidence that Russian troops stationed in Tailkistan have tacitly hent. ided with the Communists. A turning point in the conflict came with the old stan. Russian officers claim the tanks were

"Russia does not need Tajikistan as a state; it needs it as a border zone with tional troops to help patrol the border. nalist. "That is why the Russian military is stop the weapons coming from Afghaniunists remain in power." helping the Comm The obvious ideological split in Tajiki-n hetween Communism and Islam is

the death toll, more people have died in Tajikistan's yearlong civil war than in all other armed conflicts on the territory of the territory o taken refuge in Afghanistan. Other opposi- Kremlin picked Tajik leaders from the intion activists have retreated to the moundinstrialized regions of Khodzhent, formerly Leninabad, in the north and Kulyab in Human rights groups in Moscow are the south. Other regions, including such drawing up lists of dozens of intellectuals remote areas as the Pamir Mountains and

> The anti-Nabiyev coalition was domisupport the anti-Communist opposition, though Mr. Nabiyev could usually count on the backing of his home region, Khodz-

After driving opposition forces back into eastern Tajikistan, government troops are guard's acquisition late last year of a half-dozen Soviet tanks from the Russian garri-son at Kurgan-Tyube, in southern Tajiki-tan Russian officers desire the tasks much a state of stan Russian officers desire the tasks much a state of stan Russian officers desire the tasks much a state of stan Russian officers desire the tasks much a state of stan Russian officers desire the tasks much a state of stan Russian of the standard much a state of stan Russian of the standard much a state of standard much a state of standard much a standar emergency along the Tajik-Afghan fron-tier, and the Russian president, Boris N. Yeltsin, has promised to send 2,000 addi-

"If we manage to seal the border and stan for one or two months, we'll be able to manage our other problems," said Mr. Rakhmonov.

gling to settle interagency turf fights as modear policy turned from

the arms race to disarmament, had

little time for teamwork with other

countries in seeking to help Russia

safely dispose of most of its nuclear

In contrast, Clinton appointees

see a leading role for Japan, mainly through funding but also through

nuclear weapons, in trying to help bring about international supervi-

sion for materials removed from

Germany for industrial and finan-

cial help targeted to promoting this

change in the Russian military-in-

dustrial complex, according to offi-cials in Washington.

their own small programs of techni-

curity, this approach also foresees broader access to the Russian mili-

tary, probably the most crucial

group in influencing stability in the former Soviet Union — and there-

Reflecting this military priority,

the Pentagon is set to assume the leading role in overall U.S. policy

toward Russia. In the civilian staff

assembled by Defense Secretary

Les Aspin, the top political post will be held by Frank G. Wisner,

who headed up policy on proliferation when it was handled by the

State Department in the last ad-

New posts created in the De-

fense Department - one handling

nuclear security, another programs

to help convert military industries

to civilian production — are being

filled with academics and other ex-

perts who have been working with

the Russian military and promot-

A main recommendation by this

group was that the Clinton admin-

istration name a single high offi-cial, perhaps of nearly cabinet

rank, to take overall responsibility for the broad range of U.S. aid and

That suggestion influenced the

decision to create a post in the State

Department to coordinate policies

toward the former Soviet Union. It

is being filled by Strobe Talbott, a

specialist in Russian affairs who is

This agenda for U.S. policy to-

ward Russia was laid out most extensively in a just-published study from Harvard titled "Cooperative

Denuclearization," an analysis of the technical challenges involved in

safely disposing of the thousands of warheads that are now a danger

on both sides and no longer a source of military security.

yearlong study was led by Ashton B. Carter, who has now been

named to head the new anti-prolif-

eration office in the Pentagon, and

Graham Allison, who has been in-

volved in educational programs for

Russian officers at Harvard and is

also expected to take a Pentagon

A central thesis of "Cooperative

Denuclearization" is that prolifera-tion will become almost inevitable

unless the process of dismantline

nuclear weapons in the United States and Russia speeds up dra-

The only U.S. facility handling

this work has been disposing of 2,000 warheads a year — a rate that

the report said should be doubled

by adding a second shift. Similar

emergency steps should be taken in Russia, it said.

Mr. Ashton wrote that warheads

slated for destruction should be

taken off missiles and stored imme-

The team that carried out the

close to President Bill Clinton.

political contacts with Moscow.

ing this approach in Congress.

fore in Europe.

ministration.

Britain and France, which have

Washington will also look to

**U.S.** to Move Faster

On Russian Missiles

MOSCOW (Renters) - At least 100,000 Armenians weary of unheated homes, power cuts and growing industrial chaos demonstrated Friday for the resignation of President Levon Ter-Petrosyan and the nation's parliament, local journalists said. They said the protesters gathered in the centrer of the capital, Yerevan

WORLD BRIEFS

Russia to Amend North Korea Treaty

for North Korea, Seoul newspapers reported Friday.
In dispatches from Moscow, the mass-circulation Joongang Daily

News said that the Russian deputy foreign minister, Georgi Kunadze, met with the South Korean ambassador, Hong Soon-young, Thursday and briefed him on his recent visit to the North Korean capital, where he

discussed, among other things, a revision of a 1961 friendship treaty

The Scoul newspapers said Mr. Knnadze told Mr. Hong that North

Korea did not oppose a Russian proposal to amend the treaty to reflect

the changing international situation; in particular a commitment to intervene in behalf of North Korean in the event of armed conflict.

**Armenians Call for President to Ouit** 

SEOUL (AP) — Pyongyang and Moscow are amending their friend-hip treaty because Russia no longer wants to be committed to fighting

before marching through snow-covered streets to the presidential palace chanting "Levon — Out!" The demonstrators called for a constitutions assembly to oversee elections and adopt a new constitution for the country, which became independent from the Soviet Union in 1991.

The police sealed off the palace with a triple security cordon, and extra Interior Ministry forces stood by. There were no reports of disorder, City authorities estimated the crowd at 100,000, while nationalist organizers put the figure at 300,000.

### Soweto Policeman Killed in Ambush

JOHANNESBURG (Reuters) — A policeman was killed Priday in Soweto in an attack attributed by police to black guernilas, breaking a monthlong hill in political murders in South Africa's biggest black

A police spokesman said the black policeman was shot in a patrol car by five men firing AK-47 assault rifles around dawn. The Human Rights Commission monitoring violence said Soweta, home to more than three million blacks, had been clear of political murders last month for the first time in more than two-and-a-half years.

The police blamed the Azanian People's Liberation Army, a gaerilla group that claimed responsibility for attacks in which several whites died in the eastern Cape region late last year. A police spokesman said two suspects had been arrested, adding, "We have evidence that it is APLA" but we are still investigating."

### TV Newsman Is Indicted in France

PARIS (NYT) - France's best-known television anchorman, Patrick Poivre d'Arvor, was indicted Friday on a charge related to his acceptance of expenses-paid trips from a Lyon businessman who is in jall awaiting trial on charges of misuse of public funds. its authority as the only victim of

Mr. Poivre d'Arvor, who presents the evening news on the popular channel TF1, and is host of several cultural programs, has acknowledged he took trips to the Caribbean, the French Riviera and Switzerland as a guest of the jailed businessman, Pierre Botton. But he has denied any

The specific charge against the 45-year-old broadcaster is that he penefited from ill-gotten public funds. No date has been set for the trial. In a separate statement read on TFI's evening news Friday night, the station said the journalist "benefits from the presumption of imocence" and continues to enjoy the company's confidence.

### For the Record

A French panel of judges ruled Friday that Laurent Fabius, a former prime minister, and two of his cabinet ministers, could not be tried by parliamentary High Court for their roles in the AIDS-infection scandal from the use of contaminated blood in transfusions. The court, deliberat ing on whether Mr. Fabius, now leader of the ruling Socialist Party, could be tried for failure to assist persons in danger, said too much time had clapsed since the alleged offenses. The other former ministers were Edmond Hervé and Georgina Dufoix.

Secretary of State Warren M. Christopher and Foreign Minister Andrei V. Kozyrev of Russia will meet Feb. 25 in Geneva, Interfax news agency said Friday in Moscow.

The four-party Italian coalition government of Prime Minister Giuliano Amato won a parliamentary vote of confidence Friday by 321 votes to 255, with eight abstentions. The motion was made by the Democratic Party of the Left, the former Communist Party. The coalition has a paper majority of only 16 in the 630-seat lower house.

### Correction

Because of an editing error, an article Friday incorrectly attributed a report that Indonesia planned to acquire three new submarines from Germany. The source of the information was Western analysts.

### TRAVEL UPDATE

Germany has begun an AIDS-prevention campaign aimed at tourists who will attend annual carnival celebrations later this month. The fetes center around Carnival and draw millions of revelers to the Rhine region. The poster campaign urges carmival-goers to practice safe sex, using

Most traffic was banned from central Prague for a second day Friday ecause air pollution remained at dangerous levels. (Reuers) British Airways is canceling its service between London and Abidjan, Ivory Coast, because of lack of business. The last flight from London will

High winds and sandstorms closed roads in the United Arab Emirates, including the highway between Abu Dhabi and Dubai. (AFP)

The bells in the Leaning Tower of Pisa are to be silenced for the first time in 800 years, because experts fear that their vibration could affect work in progress to keep the structure from collapse, authorities in the Italian city said Friday. (Reuter)

### **AMERICAN TOPICS**

### **Budget Cuts Curtail** The Teaching of Art Art education, long dis-

missed as a frill, is disappearing from many U.S. public schools because of budget cuts, The New York times reports. Yet artists and educators argue that children without art are as ignorant as children without reading, writing and arithmetic. With art education in jeopar-

dy, its backers have embarked on a new campaign to show that arts are vital. Art education, its supporters say, helps children develop their own artistic taleats, teaches them about past civilizations, encourages some to stay in school and builds future audiences for the arts. New theories about how children learn and think suggest that the arts can inspire children who communicate. visually better than verbally.

In states like Minnesota, Oklahoma and South Carolina, art education is thriving. But in many schools, art — as well as music, dance and drama - has long since disappeared. In New York City, two-thirds of public elementary schools have no art or music teachers.

By contrast, Japan and Germany require schoolchildren to study art every year and their schools devote more classroom time to art than American ones

Short Takes Pittsburgh's first woman may-

or, Sophie Masloff, says she won't seek another term. Mrs. Masloff, 75, says she will have had "enough" when her term expires at the end of this year after 5½ years in office. She wouldn't elaborate and took no questions. As city council president, Mrs. Masioff was elected mayor in 1988 after her predecessor, Mayor Richard Caliquiri, died in office. She won re-election in 1989. Mrs. Masloff is a Democrat. Pittsburgh hasn't had a Republican mayor since

Could this be you? The Internal Revenue Service is looking for 3,446 overseas taxpayers The IRS has that many undelivered refund checks totaling more than \$3 million for taxpayers with foreign addresses from returns filed for 1991 and prior years. To claim refunds, taxpayers should submit either a letter with Social Security numbers, amount of refund and the tax year for which it was due or IRS form 3911, obtainable at any U.S. consulate. Either of these should be mailed to IRS,

P.O. Box 44373, Washington D.C. 20026, U.S.A. The Washington Post film critics at work: Rita Kempley writes, "Jeff Goldblum reserves a place in the Hormel Hall of Fame for his honey-glazed, smoke-cured performance in the goopy bonding movie, 'Fa-thers and Sons.' " Hal Hinson says "Bad Lieutenant," with drugs, sex and violence galore, "is rated NC-17 for, well, you

Arthur Highee



MAFIA SUSPECT CAPTURED — Giuseppe Montalto, reputed to be a leading Mafia figure in Sicity, being escorted by police officers shortly after his arrest in Palermo on Friday. Mr. Montalto, 34, is alleged to be a member of the capola, the board that governs the various Mafia clans, and one of the bosses who ordered the killing last year of Salvo Lima, a member of the European Parliament.

# Single-Market Side Effect: Mafia Influx in France

tional Herald Tribune

PARIS - In the first investigation of its kind since the European Community dismantled its internal Mafia penetration into France.

First Prize

\$600 cash

Second Prize

Third Prize

**Classified Valentine** 

Message Contest

Every year on February 14th, more and more people use the Trib's classified section

to send a greeting to the Valentine of

their choice and some of them get pretty creative.

This inspired us to have some fun with our

Create your classified message — minimum three lines — and send it to the IHT by mail or by fax

Your ad will run on Valentine's day (Saturday-Sunday,

February 13-14th) and that evening the jury will meet to select the winners. The results will be published in

the IHT's editions of Saturday-Sunday, February 20-21st.

your creative juices flowing and send us your ad today.

First line of text takes a maximum of

25 letters, symbols or spaces; all other lines up to 36. No abbreviations.

Minimum space accepted: 3 lines.

Herald Eribunc

181 Avenue Charles-de-Gaulle, 92521 Neurlly Cedex, France Tel. (33-1) 46 37 93 85. Fax: (33-1) 46 37 93 70.

4 lines

5 lines

Or if you prefer, call us to place your ad.

3 lines

Cost:

So have some fun, wherever you may be. Get

readers by launching a contest for the most original classified Valentine. Here's how it works.

with your remittance or your credit card reference.

borders for honest men and crooks alike at the beginning of this year, a French parliamentary commission notes "disturbing" indications of

And in a book published Friday, the head of the commission, François d'Aubert, accused even the state-owned Crédit Lyonnais bank of colluding in the laundering of for Mafia cash into France. uspect funds.

The parliamentary commission's report said France was wide open to Mafia intrusion, because efforts

actions. Michel Albarede, state narcotics, arms smuggling and prosecutor in Grenoble, which is home to thousands of Sicilians, said he had been forced to abandon several police surveillance operations after the report tipped off

criminals that they were under sus-Mr. d'Aubert replied that the names of the suspects had already been published by the Italian press. "Anti-Mafia judges in Italy let themselves be discouraged so easi-

ly," Mr. d'Aubert said. Jean Deflassieux, the president of the association of banks in Monaco, which the commission said was one of the places where the Mafia laundered money, rejected

"The Mafia has no need of Monaco to invest in France," he said. In an interview with the newspaper Le Figaro, Mr. Deflassieux acknowledged that Italian visitors sometimes arrived with suitcases full of bank notes, but he described them as small-business men evad-

ing taxes rather than representa-tives of criminal organizations. Mr. d'Aubert said banks in Monaco received the equivalent of nearly \$12 billion in cash deposits last year, much of which appeared to have come from Mafia activities.

### Mitterrand Will Visit Vietnam and Cambodia

PARIS — President François Mitterrand will renew France's ties with Indochina next week as the first Western head of state to visit Vietnam and Cambodia in de-

Mr. Mitterrand is to arrive in Hanoi on Tuesday for a three-day visit, to be followed by a two-day trip to Phnom Penh and the Angkor Wat temples. He will also visit Dien Bien Phu, where VietnamThe report also identified the French-Dutch island of Saint Martin in the Caribbean, the Channel Islands and Andorra as conduits A spate of press reports indicates

greatly increased Mafia activity in France since the relaxing of border controls between France and Italy. to combat organized crime were. The Italian writer Fabrizio Calvi not coordinated and because there asserted in a recent book, "The was inadequate information about Europe of the Godfathers," that the criminal syndicates based in the Malia was operating through-The report touched off angry re- in France, was heavily involved in money laundering.

The parliamentary commission said it could find no evidence that the Mafia was directly involved in frontline crimes such as protection racketeering. For the time being, it said, most French people had no cause to feel immediately threatened by the Mafia.

But it added that there was mounting evidence that the Mafia was investing in apparently legitimate businesses in France, such as golf courses, private clinics, waste disposal firms, casinos and build-

in his book, "L'Argent Sale" or Dirty Money, Mr. d'Aubert ac-cused the Dutch branch of Crédit Lyonnais of colluding with Gian-carlo Parretti and Florio Fiorini to launder suspect funds. The bank advanced substantial loans to Mr. Parretti to acquire Metro-Goldwyn-Mayer Inc. in 1990. Mr. d'Aubert said the bank is owed about 15 billion francs (\$2.7 billion) by the two Italians.

The parliamentary commission acknowledged that France's various police and customs services spend more time obstructing one another than fighting organized crime. It did not recommend the formation of a special anti-Malia unit, but it called for better coordination and exchange of information among existing security and police forces.

"The Mafia is solid and centralized," it said. "France is vulnera-

The completion of the European single market on Jan. 1 was supposed to have been accompa by measures to fight cross-border crime. But the setting up of a police intelligence service called Europol is stymied because of a dispute between the Netherlands and its neighbors over penal policy toward drug users. As a result, Europol has ese forces defeated the French in not even decided where its head-1954. not even decided where its head-quarters will be.

Herald Tribune-

LIVING IN THE U.S.?

NOW PRINTED IN

**NEW YORK** 

FOR SAME DAY

### **Security Council** To Send Troops To Kuwait Border

UNITED NATIONS, New York — The Security Council on Friday approved sending a battal-ion of 750 soldiers and support staff to patrol the frontier between Iraq and Kuwait and to use force to repel any incursions.

imous 15-to-0 vote, authorized the troops under Chapter 7 of the UN Charter, which entitles them to use force in case of violations.

Instead, the plan calls for one battalion of about 750 soldiers plus support units to replace the 500 observers authorized nearly two years ago. About 353 observers are

### U.S. bureaucracy and greater cooperation with allies, including Japan. To emphasize the urgency needed to prevent nuclear weapons from going astray in the former Soviet Union, architects of the Clinton policy said in a recent re-port that the critical decisions needed to be made "in the months,

By Joseph Fitchett al Herald Tribune PARIS - While having to feel

its way in early diplomatic crises involving Bosnia and Israel, the

Chinton administration has a clear-

er blueprint for the centerpiece of its foreign policy: Getting Russia

to eliminate most nuclear missiles

and prevent other countries from

building their own.

The difference from the Bush ad-

ministration's similar policies is a stress on faster action, better coor-

dination among branches of the

cal assistance to Russia in dismannot the years, ahead."
The Bush administration, strugtling warheads, will be encouraged to join the U.S. effort to speed up the process of democlearization Hoping nuclear cooperation can Blackmail lead to broader partnership on se-

Of Hoover Is Alleged

WASHINGTON - The Mafia blackmailed the former FBI director, J. Edgar Hoover, with photos allegedly showing him engaged in homosexual acts, which effectively delayed a crackdown on organized crime by decades, a new book

"The homosexual thing was Hoover's Achilles' heel," Seymour Pollock, an associate of the organized crime figure Meyer Lansky, is quoted as saying in the book by Anthony Summers, "Official and Confidential: The Secret Life of J. Edgar Hoover."

Mever found it and it was like he pulled strings with Hoover," Mr. Pollock said in 1990. "He never bothered any of Meyer's people."

The book details extensive contacts between organized crime figures and Mr. Hoover, who headed the FBI from 1924 until his death in 1972. Some were friendly, stemming from Mr. Hoover's penchant for betting on horse races many allegedly fixed to ensure that he won - and his love of

high living, some of it financed by the Mafia.

But according to the book Mr. Meyer and others ensured Mr. Hoover's cooperation by producing photos of homosexual activity between the FBI director and a longtime aide, Clyde Tolson.
Tales of Malia blackmail of

Mr. Hoover, like the homosexnality, have long been ru-

Curt Gentry, who wrote a biography of Mr. Hoover, said Mafia sources told him about the blackmail when he was preparing his own book, "but it was all hearsay, never docu-

diately. Both Russia and the Unit-A resolution, adopted by a unaned States could do this in six months, he wrote, despite the complicated engineering involved in re-designing some missiles to carry a single warhead. Diplomats said the United Na-Beyond that, the report said,

tions would not send infantry batcontacts with Russian officers, estalions as recommended by Secrepecially younger ones, should be dramatically expanded — so that thousands, not hundreds, visit the tary-General Butros Butros Ghali on Jan. 18.

United States each year. The key to successful defense and military cooperation in denuclearization and elsewhere is to focus on the emerging military lead-ers in Russia," it said.

### **DELIVERY IN KEY CITIES** TO SUBSCRIBE, CALL 1-800-882 2884 (IN NEW YORK, CALL 212-752-3890)

احكذا من الاعل

Park River For Counter

---

. .

VE -0" --

Quote-Unque!s

the strain of the

動力でできる

None Water

E: ---

Ġ.

.

物理

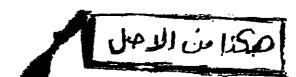
lori ~

ri

**90**:

\* | de les :

WASHINAMA See Bides AIDS The See



# FIRST 100 DAYS

# \* POLITICAL NOTES\*

Old Cold War Spy Foes Go Into Business

WASHINGTON - A former senior officer at the supersecret National Security Agency says he has signed a business agreement with his old KGB adversaries.

Gerard P. Burke, the former official, who now runs a consulting firm, said he had formed a partnership with the Association for Business Security in Moscow, which is run by former Soviet intelligence officers. The association is headed by Viktor Budanov, a retired major general and former chief of counterintelligence for the

KGB's external spy services.

The security agency, where Mr. Burke served for 14 years as an assistant director, focuses largely on protecting secret U.S. government communications and in monitoring the communications of foreign governments. It attempts to devise unbreakable codes for the Americans and to decipher the encrypted messages of others.

Mr. Burke said the new partners would provide a range of services, including couriers for money and precious metals, protection for business executives and their electronic communications, and investigations of prospective business partners in the former Soviet

"We'll cooperate fully and use each other's offices," said Mr. Burke, whose firm specializes in gnarding American companies against industrial espionage as well as threats from white-collar criminals and foreign government agents.

He said his company, Parvus, began several business operations in Russia last month, including executive, office and residential protection services, background inquiries, and an investigation of a fraudulent insurance claim in Moscow and St. Petersburg.

Mr. Budanov, reached by phone in Moscow, said he and his

former colleagues in Soviet intelligence were becoming "more and more open" in their activities and were "trying to build a free The former intelligence officer said his association included more than 40 firms employing former officers from a variety of Soviet spy services. Many of them were thrown out of work when the Soviet Union collapsed but have found new jobs offering protective services to the growing private sector.

### 'Motor Voter' Bill Does a Victory Lap in House

WASHINGTON - The House has passed and sent to the Senate

legislation to make it easier to register to vote.

The so-called "motor voter" bill would require most states to allow citizens to register when they apply for driver's licenses and unemployment or welfare benefits. Most states would have to permit registration by mail. States also would be required to register voters at other public facilities such as libraries and schools.

President Bill Clinton promised during the campaign to sign the bill, which the Senate plans to consider soon. Sponsors said the measure, which passed, 256 to 160, along party lines, would increase voter turnout.

It would take effect in 1995. States that must amend their constitutions would have an additional year to implement the new registration programs.

### Baker's (Abridged) Tale to Be Told to Putnam

WASHINGTON — G.P. Putnam has bought the rights to the memoirs of former Secretary of State James A. Baker 3d after intense bidding involving more than a half-dozen publishers.

"James Baker had a very distinguished career as secretary of state, and we're delighted to be working with him on what we know is going to be a very exciting book," the acquiring editor, Neil Nyren, said Thursday night.

Mr. Baker will discuss the fall of the Soviet Union, the making of the coalition that fought the Gulf War, and his role in bringing together the Israelis and the Palesimians, among other topics. He is not expected to talk about his controversial stint as manager of George Bush's ill-fated re-election campaign last year.

Putnam is paying in the high six figures for rights to the book in

North America, sources said.

### **Quote-Unquote**

Judge Kenneth Conboy, of the U.S. District Court in Manhattan, on his colleague, Judge Kimba M. Wood, who is said to be the president's choice for attorney general: "She has already more than prepared herself with five years on the bench presiding over a series of criminal cases. She'll have no problem being a leading prosecu-

### **Away From Politics**

• About 400 cheering people greeted armed Coast Guardsmen answering a distress call about a hijacking when they boarded a merchant vessel about 1,500 miles southwest of Hawaii. The people -possibly smuggled immigrants - were crammed into the hold of the freighter East Wood near the Marshall Islands.

• The man suspected of driving the getaway car in the \$8.2 million robbery of a Brooklyn armored car company in December turned in three confederates, gave away the hiding place of the bulk of the loot and confirmed what investigators had believed all along, that it was an inside job, U.S. officials said.

 A tyramosaur fossil seized by the FBI in May from a South Dakota dealer belongs to the federal government, a U.S. district judge has ruled. The case centers on the most complete and best preserved tyrannosaur fossil ever found. The case is being closely watched by paleontologists, fossil dealers, museum officials and lawyers con-cerned about the legality of the removal of fossils from government land. The fossil was found on an Indian reservation.

 New details emerged on the deaths of a robber and the hostage he took in New York. These suggested that police officers were forced to fire because the gumman had been shooting at them during a four-block chase. In addition, the time that passed between the moment the gunman grabbed his hostage, Aurea Bonnie Vargas, a teacher, and the time they were shot by the officers was no more than 90 seconds, far less than originally thought, according to the police.

 Yale has named Richard Brodhead as dean of Yale College. He had been chairman of the English Department. With his appointment, Yale has filled the second of three top positions vacated in the spring amid controversy over budget and reorganization. The university named Judith Rodin, the former dean of the graduate school, as provost, and it is paring down a list of candidates for president.

• Premier Robert Bourassa of Quebec will be admitted to a hospital in the United States on Saturday to begin experimental cancer treatment by injections of the interleukin-2 vaccine.

By James Gerstenzang

Los Angeles Times Service

the widely held belief that the

AIDS epidemic will eventually

reach deeply into all elements of

American society, a study by the

National Research Council has de-

termined that the disease will have

only limited impact on much of the

Fewer segments of the popula-

tion will ultimately be touched by

the disease because it is concentrat-

ed in "socially marginalized"

groups, said the report, drawn up for the National Academy of Sci-

ence by a panel of experts repre-

senting such diverse disciplines as

public health, sociology, and reli-

ic would "disappear" not as a result

of medical advances, "but because

those who continue to be affected

by it are socially invisible, beyond

the sight and attention of the ma-

suggest that AIDS should be treat-

The findings were not meant to

jority population."

The report predicted the epidem-

nation.

WASHINGTON — Disputing

U.S. Study Suggests Disease Won't Touch All of Society

Counterview on Reach of AIDS

Rather, the report sought to ana-

lyze the actual effects of the disease

and to measure them against the

predictions made by health profes-

sionals and AIDS activists as the

"Predictions of the imminent

disease emerged in the United

collapse of the health care system

due to the epidemic, for example,

now look shrill," the report said.

But conversely, it said, "hopes that

the epidemic would force the coun-

my toward more rational and equi-

table reform of the system now also

The study was based to a large

extent on studies of the AIDS im-

pact on New York City, which it called "one epicenter of the epi-

demic." Although "certain con-

fined areas and populations have

been devastated and are likely to

continue to be," the report said,

"many geographical areas and stra-

ta of the population are virtually

untouched by the epidemic and

"Instead of spreading out to the

probably never will be."

seem unrealistic."

### **President** Signs Bill For Medical Job Leaves

By Robert C. Siner International Herold Tribune
WASHINGTON — President

Bill Clinton marked the first legislative triumph of his presidency Friday, signing into law a bill that guarantees workers up to 12 weeks of unpaid leave a year to deal with family medical emergencies.

"I'm proud that the first bill I have to sign truly puts people first," Mr. Clinton told an approving crowd of invited guests at a Rose Garden ceremony.

The president used the nationally televised occasion to underline a campaign promise swiftly fulfilled — just 16 days into his administration - and to make the point that with both ends of Pennsylvania Avenue in the hands of the Demo-crats, the deadlock between the president and Congress had been broken.

So did Vice President Al Gore. who said, "Today marks the end of gridlock and a new beginning."

But Mr. Clinton and Democratic congressional leaders emphasized the bipartisan nature of the bill and went out of their way to praise Republican members of Congress who were helpful in its passage.

While thanking Congress for moving expeditiously" on the family-leave bill, Mr. Clinton reminded it that this was only a first "There's a lot more we need to

do," he said, including, a budget that will "grow the economy and shrink the deficit," welfare reform, tougher enforcement of child support laws, and an increase in the income-tax credit and a universal child-immunization program.

The leave bill was sent to Mr. Clinton after the House gave final approval to the measure Thursday night by a vote of 247 to 152. The

The House, which passed a similar bill late Wednesday night, had had spoken on the telephone with to take a second vote because the at least a dozen senators. Senate version included a statement about homosexuals in the

compromise between Mr. Clinton and Senator Sam Numn, Democrat of Georgia, who is chairman of the Armed Services Committee, on the president's proposal to lift the ban talk about your concerns with her. on homosexuals in the military.

It endorses Mr. Chinton's order to the Defense Department last week to study the issue and its implications, and it directs the Senate panel to hold hearings on the issue, which Mr. Nunn had already announced he would do. But it lets stand the president's decision to

who said it would impose unneces-sary costs on businesses. It would require employers to give workers up to 12 weeks of unpaid leave to deal with birth, adoption or a serious illness affecting themselves or members of their immediate families. Employers would have to maintain health insurance cover-

The bill, which would cover emmore workers as well as federal, state and local government employees, embraces about half of the nation's work force. It would take effect six months after it is signed by the president.

### Akihito Plans U.S. Visit Agence France-Presse

TOKYO — Japanese Emperor Akihito and Empress Michiko are to visit the United States next year, the Yomiuri Shimbun said Friday. The trip, expected to take place late next year, would be the first to the United States by a Japanese emperor since that of Hirohito in 1975.

in pools of persons who are also

lack of health care, madequate edu-

cation, joblessness, hopelessness and social disintegration converged to ravage personal and social life,"

Although reluctant to comment

extensively because she had not

chairwoman of the National Com-

mission on AIDS, said that al-

though the National Research

Council "characteristically does

things carefully it sounds like

It is difficult to understand, she

said, that "an epidemic that will kill

one and a half million people" will

have an impact that "is less than we

"It's going to take a lot to shake

me from the conclusion" that the

impact of the disease will not be

widely felt, said Dr. Osborn, who is

dean of the School of Public Health

at the University of Michigan.

things have gone awry."

thought."

the report said.



Mr. Clinton shooting a hoop at a White House ceremony for women athletes. Watching were Lynette executive director of the Center for Public Integrity, a nonprofit re-

hour, she mostly listened, as vari-

In her remarks afterward, she

stressed her intention to continue

in the role as the administration's

ambassador to Congress on this

issue, praising the senators and say-

ing that "on behalf of the presi-

dent," she was "looking forward to

working with them to come up with

a piece of legislation.

ous senators made their points.

# Top Clinton Adviser Urged Ex-Clients To Maintain Ties

By Keith Bradsher

Rubin, a former co-chairman of of his clients in December urging

A copy of one of the letters, on Goldman Sachs stationery and signed by Mr. Rubin, assures a Japanese client that Goldman Sachs can continue to work closely with the client despite his departure.
"I am confident that Goldman

Sachs will continue to work as well or even better with" the company. Mr. Rubin wrote, "given the strength of trust and the bond of mutual respect between our organizations." The three-paragraph let-ter concludes, "I also look forward to continuing to work with you in my new capacity."

Mr. Rubin said in an interview that he had sent "many" such letters, but he refused to provide a precise figure. He said the state-ments were social phrases intended to encourage cooperation between private industry and government and were not intended to encourage any improper contacts.
"What it meant was, it's in the

work constructively with everybody." Mr. Rubin said.

Dee Dee Myers, a White House spokeswoman, said the letter did not violate federal ethics laws or regulations.

But the letter illustrates the looseness of government regulations on contacts between administration officials and their former

lines to immunize their children. I

think Americans know we have a

Speaking to reporters later,

White House aides left no doubt

that Congress, and the public,

would see more of the same in the

She exhibited a feel for sales- in the 100,000 Americans a month

"I think that people know there's people who have to wait in long

manship in some of her comments. who lose their health insurance,

lose their benefits, people who are coming weeks and months.

a problem," she said. "I mean peo-

ple who have been denied health

condition, who cannot change jobs,

because if they do they lose the

insurance for their spouse or their

child, people who are laid off and

insurance because of a pre-existing problem."

search organization in Washington. He said it created at least the ap-New York Times Service
WASHINGTON — Robert E pearance of a conflict of interest.

Mr. Rubin's correspondence also Goldman, Sachs & Company who shed some light on his extensive is President Bill Clinton's top eco- dealings in a rarefied circle of internomic adviser, sent letters to many national business and finance. Mr. Rubin, the head of President Clinton's new National Economic them to continue doing business ton's new National Economic with the investment banking firm Council, is not subject to Senate and to stay in touch with him at the confirmation. He has not yet filed his financial disclosure forms with the federal government.

An adviser to the Japanese executive who received the letter provided a copy on condition that neither the executive nor his company he identified '

Mr. Rubin also said in the letter, 'I hope I can continue to rely on your interest and support as I move from Broad Street in New York to Pennsylvania Avenue in Washington, D.C., and would be grateful for whatever suggestions you would offer."

A federal lawyer who had read the letter and who spoke on condi-tion of anonymity, said it didn't appear to "raise any kind of specter of a violation of law or regulation."

### Philippine Rebels Free 2 Spanish Nuns Unhurt

MANTLA - Renegade Muslim interest of the U.S. government to guerrillas freed two Spanish nuns unhurt and without ransom Friday after holding them for 20 days at a southern Philippine mountain hideout.

Sister Julia Foraster and Sister Fatima Unibarren flew to Manila on a Philippine Air Force plane after they were turned over to the Libvan and Palestinian ambassadors at a guerrilla stronghold outside Jolo town in the Sulu islands.



Ambassador Lapel Flags® Your Logo with any 2-flag mix 24K Gold finished • Full colors
 100% U.S.A.-made • 100% U.S.A.-made
We'll custom-make any emblem for youl
Delhery: 14 business days. Worldwide.
TME Co., Inc., 101 Bel Air Drive
New Miliford, CT 06776, U.S.A.
(800) 535-6255 • Fax (203) 354-2786

### bill cleared the Senate earlier in the evening by a bipartisan vote of 71 HILLARY: Doing Domestic Chores for the Nation's Home, Not Her Own

(Continued from page 1)

Howard M. Metzenbaum, Democtat of Ohio, pronounced himself

military.

That statement is a bland declaration backing two elements of the delighted with her.

She's sharp, she's on the ball and I can't tell you what a real pleasure it is to be able to sit there

with the wife of the president and and call her Hillary. By her high-profile appearance, which had been placed on the pub-

lic schedule and advertised by press aides for maximum attention, Mrs. Clinton signaled in a way official Washington cannot miss that she will be not only the person who shapes the most important element stop asking prospective recruits of the administration's domestic whether they are homosexuals. The family-leave bill was vetoed attempt the complex matter of guiding it through Congress.

In the meeting with the Demo-cratic senators, Mrs. Clinton sat at the head of a large horseshoeshaped table, flanked by Mr. Mitchell and Senator Edward M. Kennedy, Democrat of Massachusetts. She spoke for about five minutes, according to aides, in general terms about the administration's broad legislative goals, and about its willingness to work closely with congressional leadership to achieve ployees of companies with 50 or those goals. For the rest of the

### **WEEKEND: Getting Personal**

(Continued from page 1)

strongly emphasized, a participant

If the Saturday session was unique to the Clinton administration, the Sunday session was not All presidents seem to fret about leaks to the media, and Mr. Clinton is no different. One aide said Mr. Clinton was "more rabid on the subject than anyone you've seen in Washington in a long time."

Sources said the White House

communications director, George Stephanopoulos, read newspaper stories that displeased him and suggested, one participant said, "that policy options should not be debated in the newspapers."

Another called the performance ed less seriously by health and gov-broad. American population, as ernment officials or the public. once feared, HIV is concentrating

"an unmistakable message not to talk to you guys."

The message was clear enough to Paul Begala, a campaign adviser. Asked about the weekend, he said: caught in the 'synergism of plagues': poverty, poor health and That was probably the first and last time in my whole life I will be at Camp David. I will tell you only one thing, one thing about it. I stole a coffee cup."

Mr. Begala said he wanted a sou-

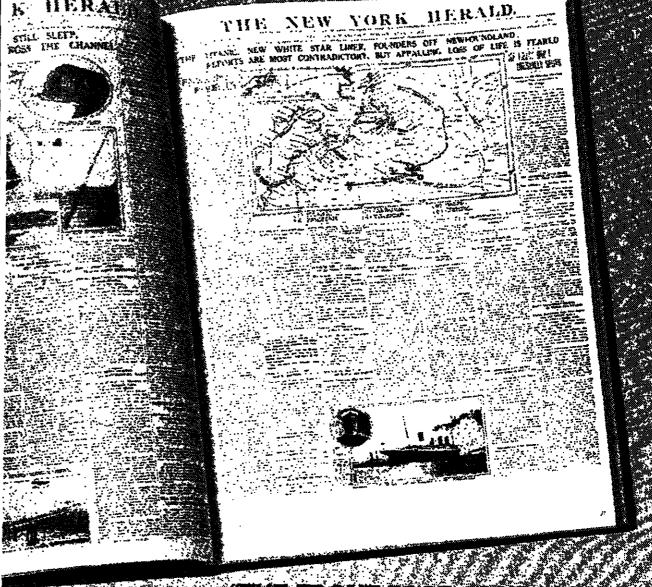
venir and "the president said it was seen the study, Dr. June Osborn, all right."

> For investment information THE MONEY REPORT every

> > in the

Saturday

the front. Europe: 22 francs per copy; U.S. and Canada: 55 francs;



THE FRONT PAGE 1887-1992"
A BOOK OF GREAT FRONT PAGES FROM THE INTERNATIONAL REPULD TREELINE REPORTING THE MAJOR EVENTS OF THE PAST CENTURY 2

Reproductions of 150 from pages, many with Herald Tribune exclusive articles: like first-frand reports from the sinking Transc, the Dreytus that the 1981 failed coup in Madad, the hunded departure of Marcos from Manila — and the Venice campanile caught in mid collapse by a Tribune Follow coverage of the First World War by one of the

few newspapers that stayed in Paris and was virtually edited at

Herald Eribune.

For faster service, fax to: (33-1) 46 37 06 51 Please send me \_\_\_\_\_ copies of THE FRONT PAGE. Price per copy: 300 French francs (US\$55), plus postage: CITY/CODE\_

Middle East, Africa: 93 francs; Asia / Pacific / rest of world: 125 francs (Price includes European Community Value Added Tax.) Please allow up to 3 weeks for delivery.

Read about people—Queen Victoria, Lindbergh, Jack the Ripper, the Winesons, Knowerk Knowerter— a century of news healthness and the eyents that standarded them Hardware, 27 x 37 cms(165 x 14 tms), 168 pages, madable size usiz. The book is divided into six ethronological. sections, each with an introduction describing the period from

historical and journalistic viewpoints.

THE FRONT PAGE 1887-1992 is a distinctive

personal or business gift. Order one - or several - reday."

Return your order to International Herald Tribune, Book Division, 181 avenue Charles de Gaulle, 92521 Neuilly Cedex, France.

Payment is by credit card only. Please charge to my credit card: ☐ Access ☐ AmEx ☐ MasterCard ☐ Eurocard ☐ Diners ☐ Visa 

فوننگ <u>دين</u>ون جارزي المنتانية المارا State of the second Salar Salar Notes of the Paris

North Korea Tree

D 10169 Tree

r President to (h)

VIII

The second secon

Killed in Ambu

A CONTRACTOR OF THE PARTY OF TH

adicted in France

The second

- 130 والمتعادية والمتعادية

migration and

sty Dire ROPE e-Europ

f Execu

omme

OR PU

SDA Gro 10-2-

# Clinton May Ditch 2 Pet Science Projects

**RELIGIOUS SERVICES** 

New York Times Service

WASHINGTON — Anxious to find more ways to cut the federal budget as part of its economic program, the Clinton administration is considering scrapping two of the nation's premier science projects, the space station and the superconducting supercollider, administration officials said Friday.

Canceling completion of the space station would save \$9.7 billion over the next five years and about \$2.5 billion in 1997. Cancelhigh-speed particle collider de-- would save \$2.2 billion over the same period, about \$550 million in

President Bill Clinton has vowed \$145 billion, as part of his campaign pledge to halve the deficit collider were necessary to keep the within four years. The deficit now United States at the forefront of is about \$300 billion.

AMSTERDAM

BARCELONA

To do that, the budget director, Leon E. Panetta, wants to cut two dollars in government spending for every dollar that the administration tries to raise in new taxes. That would mean cutting about \$100 million in spending by 1997. To accomplish that requires draconian measures, and the cutting of pet projects like the space station and the supercollider.

The administration is apparently floating news of the possible cutback to see what sort of reaction it ing the supercollider — a massive gets from the Congress and industry. Administration officials signed to help scientists discover stressed that the president had not the fundamental secrets of matter made any final decision on the mat-

The space station in particular was a favorite of former Vice President Dan Quayle and former Budto cut the budget deficit in 1997 by get Director Richard G. Darman, who argued that it and the super-

stake in the space station. In his campaign book "Putting People First," Mr. Clinton wrote that Washington should "support:completion of the space station Freedom while basing its development

with our allies." NASA has been working on the space station for several years and has already spent about \$8 billion

on the twin principles of greater

cooperation and burden-sharing

on design and testing of concepts. Last year the House voted to kill the costly space station, but re-versed itself at the last minute over the objections of many Democrats. The House narrowly voted to continue work on the supercollider, but that, too, was over the wishes of many Democrats.

While Mr. Clinton searched for new ways to slash the budget that he can announce in his State of the Union speech on Feb. 17, he signed

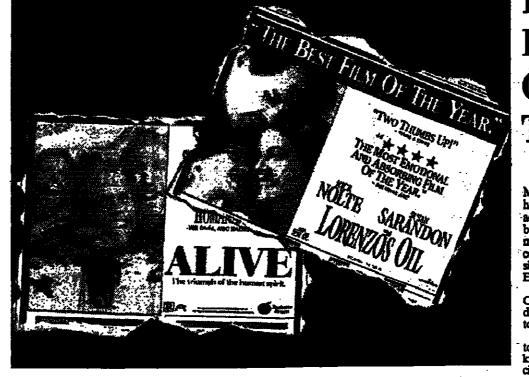
During the campaign Mr. Clin-ton suggested that he, too, had a workers unpaid leave for family

The president has already signed series of executive orders that, among other things, reverse Republican-imposed restrictions on abortion counseling at federally funded clinics. But this marks the first piece of social legislation of the new Democratic administra-

The president seemed almost giddy as he signed the bill, using a variety of White House pens, which still have not been inscribed "William J. Clinton."

The bill, which will take effect in six months, was vetoed twice by former President George Bush. It mandates up to 12 weeks of unpaid leave for workers to deal with a family sickness, childbirth or adoption. It applies only to companies with more than 50 workers.

-THOMAS L. FRIEDMAN



### SMILES: Movie Ads Make Film Misery Look Like Fun

(Continued from page 1)

ailments that loom large in the films themselves. The image of a dancing Al Pacino for "Scent of a Woman" hardly suggests that the character is sharp-tongued, suicidal and blind. And for "Passion Fish," the wheelchair is magically banished as Mary McDonnell's newly paralyzed character is seen seated in a motorboat. Big smales for all of

New York Times Service

Schneider, 84, the violinist, con-

ductor and teacher who was one of

the last links with the Romantic

tradition and a mentor to several

generations of American musi-

cians, died of heart failure Tuesday

A member of the Budapest

Quartet during its greatest years, a close friend and colleague of Pablo Casals', Rudolf Serkin's and Mice-

zyslaw Horszowski's, he devoted

the better part of his life to passing on his experience. The young musi-

cians who came into contact with

Mr. Schneider numbered in the

Mr. Schneider, born in Lithua-

nia, educated in Europe and a U.S.

citizen for nearly half a century,

followed early success as the sec-

ond violinist in the Budapest Quar-

tet with a long and varied career as

He advocated an expressive per-

formance style that began to lose

favor in the late 1960s, as the early-

music movement grew more popu-

lar. But his approach was increas-

ingly appreciated in recent years, when listeners began to miss the

warmth that his approach repre-

From the 1930s onward, Mr.

in the music world. He played and

France and Puerto Rico and the

nars for young students and

the Brandenburg Ensemble.

INTERNATIONAL CLASSIFIED

a performer and teacher.

at his home here.

tens of thousands.

NEW YORK - Alexander

great heartbreak and age strangely in "Forever Young." Yet there he is, posed happily against a sunset. while the ads invoke such magic words as "timeless adventure," "cheering" and -here's the heavy

artillery — "Ghost." Movies don't have to be as en- smile when they say it?

Alexander Schneider, Violinist, Dies

François Reichenbach, 71,

Documentary Filmmaker

"Peter's Friends" belie the fact that phemistic as this. Is there any reaone of them is fatally ill. Then son to think that movie distributors there's Mel Gibson, who will suffer do? Sure, when confronted with

cannibalism and plane crashes and more straightforward ways? They can say anything they like to sell a film. But do they really have to

plan was not accepted, but he acknowledged that some skepticism the like, distributors do face a cerabout it was justified. tain creative challenge, but couldn't that challenge be met in

"I do not have the impression that the plan is being simply rejected," he said, "but there are certain hesitations and I expressed understanding for such hesitation." In a day of intensive talks, Mr.

Back Plan

For Bosnia,

Germany

Tells U.S.

The Associated Press

WASHINGTON — Foreign

Minister Klaus Kinkel of Germany

has urged President Bill Clinton to

accept the peace plan for Bosnia

being worked out by international

mediators and appealed for close

cooperation with Germany on as-

sisting Russia and and other East

European countries.

Mr. Kinkel, who met with Mr.

Clinton and other officials Thurs-

day, was the first foreign minister

to be received by Mr. Clinton: Mr. Kinkel said he did not want

to press the Americans and did not

know when they would reach a de-

chance we have to bring about a

solution by peaceful means," he

He warned that there might be

"negative consequences" if the

cision on the Balkans war. "I underscored that it is the last

Kinkel lunched with Secretary of State Warren M. Christopher and conferred with Defense Secretary Les Aspin and leaders of Congress Mr. Kinkel said the secondmost-important issue he had raised was help for Russia and other East European countries. He urged a need to share the burden, saying that Germany had shouldered

In his discussion with Mr. Aspin Mr. Kinkel said he emphasized that withdrawals of U.S. troops from Europe should not go below the level set so far. Mr. Aspin has called for a cut to 100,000 by 1997.

### much of the cost so far. Cannes Festival award. awards for capturing bizarre aspects of life in the United States, Mr. Reichenbach won an Oscar in Hollywood 10 years later for "Arthur Rubinstein: Love of Life,"

PARIS (Combined Dispatches) - François Reichenbach, 71. a documentary filmmaker who won died Tuesday outside Paris.

as a songwriter. His 1960 documentary "L'Amerique Insolite." showing incongruous U.S. street scenes fascinated Europeans and won a

the mid 1950s after an earlier career

Operating his own camera with an acute eye, Mr. Reichenbach a documentary on the Polish-born started directing documentaries in American pianist. (Reuters, AP)

### **BOSNIA:** U.S. Backs Off (Continued from page 1)

Sniper fire kept residents in Sa-

Local reporters said forces loval to the republic's Muslim-led gov-erament tried to break through de-

There were these related devel-In Geneva, the United Nations

Marlboro festival in Vermont, led refugee agency said as many as his own string quartet through the 5,000 Muslims had fled three becomplete Haydn canon in a cele-sieged towns in eastern Bosnia bebrated series of Haydn Society re- cause of a drive by Bosnian Serbs cordings, directed elaborate semi- to remove them.

replenish stocks in Sarajevo and

Bosnia. Peter Kessler of the UN High Commissioner for Refugees in Croatia described the relief effort as the largest in weeks. Rebel Serbian fighters have

ers a motorized hang glider that rounds of artillery shells struck the they say they shot down in a Serbheld enclave of eastern Croatia. They said the glider's two-man

crew had been dropping hand grenades and taking photographs of Serbian positions. (Reuters, AP)

### Yellow Fever in Kenya

yellow fever in Kenya has killed at least 60 people, the World Health Organization said Friday. The Administration officials feel that agency said it was sending vaccines they have some leverage to exercise

defensive for the way in which it has distanced itself from the Vance-Owen initiative without having an alternative of its own. Administration officials are now trying to signal that they do have an alternative in the making, while

properly.

The administration officials said that Mr. Clinton had no intention of trying to impose a U.S.-modified version of the Vance-Owen plan on the warring factions. It will instead try to use a combination of economic and diplomatic carrots and sticks to encourage the parties to agree to an arrangement that will be satisfactory to all.

we don't modify it," a r GENEVA - An outbreak of maker said. "The parties modify it, Administration officials feel that

to start a mass immunization pro- on the Serbs and others by threatthreatening war crimes tribunals.

INTERNATIONAL BAPTIST CHURCH (English language) meets at Evengelish-Freikirchlich Kreuzgemeinde, Hohenlohestrasse Hermann-Bose-Str. (around line comer from the Behnfof) sunday worship 17:00 Emest D. Walker, pastor. Tel. 04791-12877.

### BUCHAREST INTERNATIONAL BAPTIST CHURCH, Strada Popa Rusu 22. 300 p.m. Cordact Bill Richardson, Tel. 010-91-61. THE INTERNATIONAL BAPTIST CHURCH OF BONNKÖLN, Rineineu Strasse 9, Köln. Worship 1:00 p.m. Celvin Hoque, Pasior.

**COTE D'AZUR** CORNERSTONE CHRISTIAN FELLOW-SHIP worships at Hotel Mediathel, Sophia-Antipolis, 10:30 a.m. Sundays; nursery, Sundayschools; tel. 93.65.64.54.

### FRANKFURT

CHRIST THE KING. (Episcopal/Anglican). Sebestian-Rinz-str. 22, U1.2.3 Miquel-Aliee. Sun. Holy Communion 9 & 11 a.m., Sunday School and Nursery 10:45 a.m. MADRID COMMUNITY CHURCH, Worship and Church-School at 11:00 a.m., Pactre Demian 34, (August, Orense and Gen. Yaque). International, English Speaking. Tel.:

### MUNICH

INTERNATIONAL COMMUNITY CHUR-CH\_Evangelical, Bible Believing, services in English 4:15 p.m. Sundays at Enhaber Str. 10 (LZ Theresienstr.) (089) 93 45 74. MONTE CARLO

### INTL FELLOWSHIP, 9 Rue Louis-Notari, Sunday Worship 11:00 & 6 p.m. Tel.: 92.16.56.00. PARIS and SUBURBS

THE AMERICAN CATHEDRAL (Episcopal-Angican). Sun. 9 & 11 a.m. Sunday School for children and nursery care et 11 a.m. 23 ave. George V, Paris 8. Tel.: 47 20 17 92. Metro: George V or Alma-Marceau. HOPE INTERNATIONAL CHURCH (Evengefca). Sun. 9:30 a.m. Hotel Orion. Metro 1 : Esplenade de La Défense. Tel.: 47,73,53,54 or 47,75,14,27.

SAINT JOSEPH'S CHURCH (Roma Catholic). Masses Saturday Evening 6:30 p.m., Sunday, 9:45, 11:00, 12:15 and 6:30 p.m. 50, avenue Hoche, Paris 8th. Tel.:42.27:28:58. Metro: Charles de Gaulle -

UNITARIAN-UNIVERSALIST service, Sun-

# day, February 7, 12 noon, Foyer de (Ame, 7 bis rue du Pasteur-Wagner, Parts 11. Métro Bastille. Religious education for children and teens; child care. Tel.: 42-77-96-77 or 39-55-06-08.

ST. PAUL INTERNATIONAL LUTHERAN CHURCH, near lidabashi Sin. Tel.: 3261-3740. Worship Service: 9:30 a.m. Sundays.

### BAPTIST CONVENTION

CROSSROADS INTERNATIONAL CHUR-CH Interdenominational & Evangalical Sun-day Service 10:20 a.m. / Kds Welcome, De Cusentinat 3, S. Amsterdam Info. 02940-15318 or 02503-41399. EUROPEAN BAPTIST CONVENTION CHURCHES WELCOME YOU. 69 English speaking Congregations in 13 European Countries. Member Baptist World Allamos and European Baptist Federation. For information contact European Baptist Convention, Sonnenbergerstr. 60, D-6200 Wiesbaden. INTERNATIONAL BAPTIST CHURCH meets at Trav. das les Corts, 340-344, 2, Sunday worship 11:00. Dr.Jirranie Nelson, pastor, phone 4101661.

INTERNATIONAL BAPTIST CHURCH, BEPLIN, Rothenburg str. 13, 1000 Berlin 41 (Stegliz). Bible study 10.45, worship at 12.00 and 19.00 each Sunday. Charles A. Wartord, Pastor. Tel: 030-774-4670.

BONN/KÖLN

### Worship 1:00 p.m. Celvin Hogue, Pestor. Tel.: (02236) 47021. **BUDAPEST**

International Baptist Fellowship, Il Bimbo u. 56 (main entrance Tapoicsary) u. 7, immediately behind front entrance). 10:30 Bible study. 6:00 p.m. Joel Jenkins, pastor. Tel.: 1158759 & 1156116. Reached by bus 11.

### BULGARIA INTERNATIONAL BAPTIST CHURCH.

Sofia, Grand Narodno Sobronie Square, Wor-ship 11:00. Charles Currie, Pastor. CELLE/HANNOVER INTERNATIONAL BAPTIST CHURCH, Frie-

### denskirche, Fiernannstr. 15, Celle, SS 1245, Worship 14:00. 30 min. Drive, 20 min. By tein m Hannover. Walking distance from the train station. Contact Andy Earl.

Tel: 05141-36735. DARMSTADT DARMSTADT/EBERSTADT BAPTIST MIS-SION. Bible study & Worship Sunday 10:30 a.m. Stadinission De-Eberstadt, Buescheletr.

### pastor. Tel.:06187-91683 (pastor) & 06151-68702 (deecon). DÜSSELDORF

INTERNATIONAL BAPTIST CHURCH, English. s.s. 10:00, worship 11:05. Children's church and nursery. Meets at the International School, Leuchtenburger Kirchweg 2,D-Kai-serswerth, Friendly fellowship, All denomina-tions welcome, Dr. W.J. Delay, Pastor. Tel: 0211/400 157

INTERNATIONAL CHRISTIAN FELLOW-SHIP Evangelisch-Freikirchliche Gemeinde, Sodenerstr. 11-18, 6390 Bad Homburg, pho-ne: 06134-23278 or 06198-643350 serving Sunday worship 09:45, nursery + Sunday-school 10:00, women's circle - Friday 08:20. Housegroups - Sunday + Wednesday 19:30. Paster M. Lavey, member European Beptiet Convention. "Declare His glory amongst the

BETHEL INTERNATIONAL BAPTIST CHURICH, Am Dachsberg 92, Frankfurt a.M. Sunday worship 11:00 a.m. and 6:00 p.m., Dr. Thomas W. Hill, pastor. Tel.: 069-549559.

ANNOUNCEMENTS

VALENTINE

MESSAGE

### HAMBURG ASSOC. OF INT'L CHURCHES IN EUROPE & MIDEAST

INTERNATIONAL BAPTIST CHURCH OF HAMBURG meets at TABEA FESTHAL-LE, Am Islaid 19, Hamburg-Ostdorf, Bible Stu-dy at 11:30 & Worship at 12:30 each Sunday. Tel: 040/820818.

HOLLAND

TRINTY BAPTIST S.S. 9:30, Worship 10:30, nursery, warm fellowship. Meets at Bloemcamplean 54 in Wassenaar. Tel: 01751-78024.

### KRAKOW INTERNATIONAL BAPTIST FELLOWSHIP. u. Wyspianskiego 4. First Sunday each mon-th. 6:00 p.m. Gustaw Cleslar, coordinator. Tel: 33 23 05 + 66 49 32.

MUNICH

### INTERNATIONAL BAPTIST CHURCH OF MUNICH, Hobstr. 9 English Language Ser-vices. Bible study 16:00. Worship Service **PARIS and SUBURBS**

EMMANUEL BAPTIST CHURCH, 56 Rue des Bons-Reisins, Ruell-Malmeison. An ces bons-resents, nue-reamenson. An Evergetical church for the English specing community located in the western subtle S.S. 945; Worship: 1045, Children's Church and Nursery. Youth ministries Dr. B.C. Thomas, pastor. Call 47.51.29,63 or 47.49.1529 for information. INTERNATIONAL BAPTIST FELLOWSHIP. 6:30 p.m., 123 av. du Maina, Mo Gaitá, Near

### Tour Montparresse. The evening service Emmanuel Baptist Church. Cell 51.29.63 or 47.48.15.29. PRAGUE

International Baptist Fellowship meets at the Czech Baptist Church Vinchradeka # 68, Prague 3. At metro stop Jirihoz Podebrad Sunday a.m. 11:00 Pastor: Bob Ford (12) 311 0863.

### WUPPERTAL International Baptist Church, English, Ger-man, Perstan, Worship 10:30 a.m., Selierstr. 21, Wuppertal - Elberield, All denominations welcome. Hans-Dieter Fraund, pastor.

INTERNATIONAL BAPTIST CHURCH of Waderswii (Zürich), Switzenland, Flosenbergstrasse 4. Worship Services Sunday mornings 11:00. Tel: 1-7002812.

### **EUROPEAN UNITARIAN UNIVERSALISTS**

UNITARIAN UNIVERSALIST fellowship & BARCELONA: Aptartado de Correos 27305, 08080 Barcelona, Spain. Tel.:

BRUSSELS: Tel: (02) 5600226. FRANKFURT/WESSADEN: (0611) 719461. **GENEVABERA: (022)** 7741596. MEIDELBERG: (49) 6222-7 3716 or (49)

MOVING

Move Plus

THE INTERNATIONAL MOVERS

Head Office: World Trade Center Ratterdam, Tel: 31 (10) 405 2090

MUNICH: (49) 821-47-2488. NETHERLANDS: (073) 408208.

AMERICAN CHURICH IN BERLIN, cor. of Day Allee & Potsdamer Str., S.S. 9:30 a.m., Morehip 11 a.m. Tel.: 030-8132021. BRUSSELS

THE INTERNATIONAL PROTESTANT CHURCH OF BRUSSELS, Sunday School 9.30 a.m. and Church 10:45 a.m. Kallerberg, 19 (at the Int. School). Tel.: 673.05.81. Bus 95. Tram 94.

### INTERNATIONAL CHURCH of Coperhagen, 27 Fervergade, Vartov, near Rádhus, Study 10:15 & Worship 11:30, Jack Husted, Pastor.

**FRANKFURT** TRINITY LUTHERAN CHURCH, Nibelungen Allee 54 (U-Bahn 5), Sunday School 9:30, worship 11 a.m. Tel.: (069) 599478.

### GENEVA

EV. LUTHERAN CHURCH of Geneve, 20 rue Verdane. Sunday worship 9:30. in Ger man 11:00 in English. Tet. (022) 310.50.89. LONDON AMERICAN CHURCH in London at 79 Tot-terham Court Road, London Wt, SS at 9:45 a.m. & worship at 11a.m. Goodge statel tube; Tel: (01) 5502791.

MOSCOW PROTESTANT CHAPLAINCY, UPDK Hall, UL Ulofa Palme 5, blog. 2. Wor-ship 9 + 11 a.m. S.S. Tel.: 143-3562.

### American Lutheran Church, Fritznersgt. 15 Worship & Sunday School 11 a.m. Tel.: (02)44.35.84. PARIS AMERICAN CHURCH IN PARIS. Worship

11:00 a.m. 65, Quai d'Orsay, Paris 7, Bus 63 al door, Metro Alma-Marceau or Invesides. STOCKHOLM IMMANUEL CHURCH, Worship Christ in Swedish, English, or Korean, 11:00 a.m. Sunday. Birger Jarisg. at Kungstensg. 17. 46/08/ 15 12 25 x 727 for more

VIENNA COMMUNITY CHURCH, Sunday worship in English 11:30 A.M., Sunda achool, nursery, international, all denomine fions welcome. Dorotheergasse 16, Vienna 1.

### WARSAW INTERNATIONAL CHURCH. Protestant English language expetriates, Sundays 11:00 a.m. (Juna-Aug.); Sunday School 9:55 (Sept-May) UL. Miodowa 21. Tel.: 43-29-70.

WARSAW

ZURICH INTERNATIONAL PROTESTANT CHURCH Brigish speaking, workship service, Sunday School & Nursery, Sundays 11:30 a.m., Schanzengasse 25. Tel: (01) 2625525.

### Fighting on Several Fronts As Muslims Hit Serb Lines Compiled by Our Staff From Dispatches

ZAGREB, Croatia - Bosnia's warring ethnic factions battled Friday on several fronts around the

rajevo, the Bosnian capital, scorry-shown United Nations peacekeeping along freezing streets. Random Hrasno district there.

fense lines of rebel Serbian militias near Zvornik in eastern Bosnia. There were heavy artillery duels Schneider was a obiquitous figure and several infantry attacks.

 UN convoys carrying more conducted his own chamber group, than 650 tons of aid set out to

gram next week for what it said was ening to withhold American diploprobably the first outbreak of the matic recognition or foreign aid, or disease in Kenya in 50 years.

GOING ONCE;

TWICE, SOLDIII

INTERNATIONAL

ART

**EXHIBITIONS** 

**AUCTION SALES** 

**COLLECTOR'S** 

**GUIDES** 

IN SATURDAY'S

INTERNATIONAL

HERALD TRIBUNE

TODAY

PAGE 7

COLLEGES &

UNIVERSITIES

### CONGRATULATIONS TO ALEXANDRE MARC EDWARD

PERSONALS.

Monday, February 1, 1993 FROM ALL YOUR FRIENDS AT THE TREE

THANK YOU SACRED HEART of Jess and Saint Jude for prayers answered ANNOUNCEMENTS SOS HELP, ENGLISH-SPEAKING tele-phone criss line is holding a recruit-ment receiting on 11 February at 6-30pm; American Church, 65, Qual of Orsoy, 750W Foris.

### **CONTEST** FEBRUARY 14th SHERRY STEPHENSON IN JAKARTA: Stop breaking the low and bring Cor-inna back to America now, Her tather. Meraldate Eribune START THINKING UP YOUR MESSAGE

Tel: Paris 33-1-46 37 93 85 Fax: 33-1-46 37 93 70 or your local representative (In the US Fax: 212-755-8785) d'Orsoy, 73007 Paris. 1951/NG law? — having problems? SOS HELP crain-line in English. 3 p.m.-11 p.m. Tel: Paris (1) 47 23 80 80. ALCOHOLICS ANONYMOUS English specialing treetings doily. Tel: PARIS 46 34 57 65 or ROME 678 (322).

### FRIENDSHIPS

### EDITH BRIGITTA FAHRENKROG

SAY YES... TO A PARTNERSHEP THROUGH THE INTERNATIONAL PARTNERSHIP-AGENCY WITH ABSOLUTE PERSONAL ASSISTANCE GIVE ME YOUR RILL CONFEDENCE. CERMANY, ELENBACHSTRAE 51, D-6000 Pranglet am Mary, 3-7 p-m. Tel.: (8) (6) (4) 19 79, Fax (9) 69 43 20 66

NOW YOU CAN FIX YOUR APPOINTMENT FOR

EXCLUSIVE INTERNATIONAL OFFICE CONFIDENTIAL FRANKFURT IN THE HEART OF EUROPE O CHARMING EUROPEAN LADY

A YOUNG BLONGE BLEGANT WOMAN WITH A MODEL-LIKE

PLAR AND CHARSMA OF A RENCHLADY. A WARM VIVACIOUS WOMAN

WITH A FASCINATING REPRESHING PERSONALITY WHO MIDES IN TO

CERCLES. EXCELLENT BACKGROUND. SHE HAS MARVELOUS LUXURY

HOMES IN THE PARISLACTOR AREAS, A LADY WHO LOVES TRAVELOUS

TENNIS, SKIING, WATERSFIRD IN CULTURE, ART, ANTIQUES AND SPORTS

TENNIS, SKIING, WATERSFIRDTS AND HUNTING. A LADY WHO IS

LOCKING FOR A GENTLEMAN TO BROWN THE RUTURE TOCETHER

PLEASE CALL: CO GERMANY (\*) 161/265/89 99 OR (\*) 69/65/15 19 79

EMBERN

BLISSES

CADIZ

CADIZ

CHARMING EUROPEAN LADY WHO IS COMPANIES

BLISSES

CADIZ

CADIZ

CHARMING EUROPEAN LADY WHO IS 19 79

EMBERN

BEING

BLISSES

CADIZ

CADIZ

CADIZ

CHARMING EUROPEAN LADY

INTERNING

FOR A FREI

FOR

INT'L. SUCCESSFULL PRESIDENT...
LATE 405/180. HE IS A WELL-KNOWN OWNER OF SEVERAL
WORLD-WIDE COMPANIES. A DARK HAIRED GENTLEMAN WHO IS
DYNAMIC ACTIVE AND HAS AN ELECANTA APPEARANCE HIS LIDIARIOUS
HOMES ARE LOCATED IN THE WORLD'S MOST PREFERENCE AREAS OF
BIRDIFE (CANNES, GSTAAD, LONDON) AND THE U.S.A. HE MIDES WELL
WITH SOCIETY'S BEST. A WARM GENEROUS MAN WITH CAN BE VERY
ROMANTIC. HE IS VERY SPORTY: SKEING, RORSE-RIDING, TENNIS AND
WATERSPORTS, HE IS LOOKING FOR A CHARLING COSMOPOLITAN LADY.
PLEASE CALL: (1) GERMANY (0) IGLIZES/89 80 CM. (0) 45/43 19-79

The Eudosive Internation Friendship/ Marriage bure Idwide Professonal Register WORLDWIDE FIREODE TO WAR TO THE PROPERTY OF THE PROPERTY

ASIAN LADIES SEEK MARKIAGE. We will help you with on exclusive introduction. Ask for details: Criental Clescol, Ask for details: Criental Clescol, Box 35, \$310 63 Ahsered, Swiden, Fax: +4631-7739643 FRENCH SINGLE WOMEN who would false to speak English seek men Swing in Paris for Intenditing, maybe more. Call ABAC Paris (1) 45 70 80 94.

### **ANNOUNCEMENTS** THE HIT IS NOW AVAILABLE IN MANY U.S. CITIES ON DATE

ô

Š

Ŏ

OF ISSUE Now printed by satellite transmission is New York the International Herald Tribans is air stepped for day-of publication delivery to your home office in most creats of the following

For speedy snail delivery, subscript copies also are flown directly to Judisanville, Phoenix and Seattle. In the U.S.A., coll TOLL REE 1-800-882-2884

In New York , call (212) 752-3890 Heralde Eribune.

850 Third Avenue New York, N.Y. 10022 Telese 427 175 Fos: (212) 755-8785 BRICHS. The finest hand-made are Largest selection in Switzerland a WENGERG the leading men's store Bohnhofstr. 13, Zurich 01-211 29 50.

MOVING INTERDEAN

WASHINGTON 1 [703] 620 48 19 38 (11) 45 35 94 40 (1) 312 7043 36 (1) 111 09 44 7 (0°3) 415 42 96 42 (2) 301 72 39 48 (22) 40 88 87

ONE NAME, ONE COMPANY

A.G.S. LONDON (44-81) 961 7995 A.G.S. PARIS (35-1) 40 80 20 40 A.G.S. SERLIN (47-30 47-28 65 A.G.S. PRAGUE (47-2) 841 252 A.G.S. VARSONE (48-22) 542 555 WE MOVE YOU & YOUR GRANDMOTHER'S CRYSTAL Inf I mover since 1840 GROSPIRON INTERNATIONA Tel: Peris 1-4734026

AGS

THE ADDED VALUE IN MOVING

HOMESHEP, Small & medium moves, baggage, cars worldwide. Call Charle Paris (1) 42 81 18 81 (near Opera). BUSINESS **OPPORTUNITIES** CHAN AN CRANGE CRCHARD: About 2,000 producing trees each. Yeald from 20 to 65% pa net. Demand is booming world-wide. Management and buyers on site. No leases of source and complete entenymity assured. Min-issum cost. US\$12% including all fees. Tel or fine. 44 (0)747-51099 for details.

2ND TRAVEL DOCISMENTS. D-drive licence-only country. GM, 26 Klassew Affins 105-75 Greece. Fox 7219080 MRHESSTED IN SECOMBING a count, a bloace, adopted, company's noble life. Apply to fee: [+49] 2132-877.

### **SAVE ON** INTERNATIONAL **PHONE CALLS**

BUSINESS SERVICES

Now you can call the U.S. and sove as much as 62% companied to local phone companies. Sove up to 50% off AT&T U.S. onganising rates on calls originating overses. Night and weekend discounts makes.

MOVE Plus - FRANCE
shorder - PARS (23 1-43-47-23-4
mexport - NACE 0541082 (bill free)
MOVE Plus - AUSTRIA
Sobolal-Viewno (43 1-25-38)
MOVE Plus - AUSTRIA
Sobolal-Viewno (43 1-25-38)
MOVE Plus - NORWAY
Meioritens (47 2-507070
MOVE Plus - BRIGANID
Ameritens (44 81-953-3636
MOVE Plus - BRIGANID
Nijmen (31) 10-407-2255
MOVE Plus - BRIGANID
Beverly Smyth-Dubin (353 1-283701)
MOVE Plus - 1741Y
finelii & Sobrio - MIAN (353 1-281701)
MOVE Plus - 1741Y
finelii & Sobrio - MIAN (354 6-4521)
MOVE Plus - GERMANY
MOVE Plus - GERMANY KALLBACK DIRECT COCO UNICIO - RUME (37) 0-41324 MCVE Pibe - GERMANY MAS (49) 6172-457031 MCVE Pibe - BELGRIM Ziegler (32) 2-4222110 MCVE Pibe - SPAIN GB Studier (34) 1-575 9844 MCVE Pibe - SWITZERLAND Sentevo: Horach (41) 22-3004300 Tel: 1/206-286-5280

Fax: 1/206-286-5298 PREE COURTER INTERNATIONAL
Responsible retired CEO large
organition. Impactable credentials.
Out-of-packet expenses only.
erenous exchanged, 7et-205-48-4500
Fax: 205-433-4478 USA

AMERICAN CONNECTION MY AMMERICAN CONNECTION will be your personal shopper in U.S.A. We can get in for you. Quickly & reasonably. Try us. My Assercan Connection, P.O. Box 22373, Chreland, OH 44102 U.S.A. Foz: (216) 447-0533 U.S.A.

LONDOM ADDRESS BOND STREET. Mcd., Prince, Fox. Telex, Conference room, Tel. 071-899 1992 Fru. 499 7517
SHOP YAX FREE IN THE U.S.A. I will do it for you I Contour TIPA & Tomdo it for you! Contact TPM, 8 Torr olonis, Nostrea NH, 03062 USA.

BUSINESS TRAVEL et/Business Class Frequent Travellers to Orient/Australio/Africa/No. & Sc America. Some up to 50%. No cou pons, no restrictions. Imperial Conor Tel. \$14:341-7227 Fax 514:341-7998. REAL ESTATE FOR SALE AUSTRALIA

ALISTPALIA 264 cores of pure white sonds of the Poolist Ocean for one mile, shuded five oir miles north of Port Macquere to colled in the center of a National Park coted in the center of a Notional Park. This area is not subjected to hyrricone, cyclones and earthquales (and no revolutional. There are two frome on the property powered by diesel generators with no pollution, dean or and fresh ramwater. The Federal Part Macquiene the best climate in Australia. Due to other considerations the owner must sell this united site. other contract course by the unique site. Harry S. Weinweight, Esquere Harry S. Stellion, Big Fort Mozapane, NSW 2444 Australia. Tel: (6165) 83 2584

FOR SALE GREECE ATHENS-NEO PSIHIKO. Income pro-ducing 24cmily house with guest house & garden on 460 sq.m. lot. Tel. 708-745-3062, Fax: 908-236-9509 USA. GUADELOUPE

STABLISHED HONG KONG EXPORT Company specialising consumer elec-tronics, garments, consumer derobles, foodsluff from China & HK seeking buyers in Europe & N America, CO's interested contact Manager, G.P.O. Box 2992, Hong Kong or Faze (852) 8107899 MONACO

For sole in lucary building with swinching pool and tenns court, 40 sq.s., with equipped biocheantle, built-room, cellor and parting-gazee, overlooking MARINA AND MEDITERANEAN FOR FURTHER DETAILS PLEASE CONTACT **AGEDI** 

PRINCIPALITY OF MONACO

PLEASANT STUDIO APARTMENT

Face (33) 93-50,19.42 EMPLOYMENT SERVICES M.A.B.S. Employment Consultants, UK/ Overseas, Au pairs, cooples, namies, mother's helps all available. Competi-tive rates Tel/Fax UK 273 857085. SWITZERLAND LAKE GENEVA &
MOUNTAIN RESORT EXECUTIVES AVAILABLE German, 25. MBA with 7 years
MARKETENG/SALES EXPERIENCE
streams goods in U.S. Europe, Lafe
Amenca and the models fast
is seeking position as
Brand Manager/Registered
Sales Manager is Europe.
Florid in English, Franci, Sporish,
puty to treat, Resly Box 3118, URT,
redrictstr. 15, D-6000 Frankfurt/Man

Sale to furniquers outborized, our speciality since 1975 salect APARTMENTS/ CHALETS in MONTREIX, VELARS, LEYSIN, US DIABLERTS, GSTAAD Volley, CRANS-MONTANA, VEREER, etc., From SFr. 200,000.— (Mortgages) ESPAC 5.4. 52, Maniferilland, CH-1211 Geneva 2 Tel 4122-734 15 40, Fax 734-12 20

LOVELY APARTMENTS
Montreux, Geland, Villan, Cram
Prices begin of \$7250,000.
Beautiful willes/ apartments
in Franca viery near Geneva
SAM Financial Services SA,
rue Bruz 10, OH-1003 Lousanne
Swatzerland - Fax 41-21 20 23 70 REAL ESTATE TO RENT/SHARE

PARIS AREA FURNISHED

E CLARIDGE FOR 1 WEEK OR MORE high days studio, 2 or 3-room appartments. FULLY FOURPED. IMMEDIATE RESERVATIONS Tek (1) 44 13 33 33

REAL ESTATE **AUTOS TAX FREE** TO RENT/SHARE PARIS AREA FURNISHED new TAX-REE weed Range Rover + Chevrolet + etc. Marcedes + 8MW + Audi + etc. Codifice: + leep + laguar + etc. Some day registration possible renewable up to 5 years

**ICZKOVITS** 

HOME PLAZA MARAIS Suites 1st class fully equipped 75 persons. Kitchen. TV, Gordens. 50% REDUCTION 7 DAYS OR MORE Tel 1-40 21 22 21. Fox 1-47 00 82 40 Affred Excher-Str 10, CH-8027 Zurich Tel: 01/202 76 10, Teles: 815715. Fox: 01/202 76 30 CHAMPS BLYSEPS MCDEEN STUDIOS Phone, TV. Direct owner. F4,500 - 1 month minimum. Tel: (1) 43 59 66 72 ATK WORLDWIDE TAX FREE CARS. Export + shipping + registrolion of new & used cors. ATK NV, Terminchial 40, 2930 Brosschoot, Belgum. Phone (3, 6455002; Teles: 31525; Fox: [3] 6457109. ATK, since 1959.

LEFT BANK APARTMENTS, months rates. No agency fee. Jean-Mich Tet: 1-43.25.08.91, Fax: 1-43.54.57.98 LEGAL SERVICES LATEN QUARTER, OWNER, 110 sq.m. high close, colm, surey, fully equipped 2 boths. F13,900. Tel (16) 32 58 29 86. US IMMIGRATION-Through Investments, American bronch companies or professional employment. Contact: Afterney Edward P. Gellegier 3 Betheads Makes Cr. 14:750, Betheads, Md. 20814 (USA) FAX: 307-983-309 VISTIMS GENEVA 8. FRANKFIKT PAARCH 3-10TH)

DIVORCE BN 1 DAY. No trovel. Write Box 357, Sudarry, MA 01776. Tel: 508-443-889 Fox 508-443-0182 USA

DOMANICAN ATTORNEY 6-vorces since 1972 - Box 66623, Workington DC 20035 USA Fox: 202-785-5607-278 GUILLY-SAUSSAYE. 70 sq.m., futur ous, top floor, balcony, parkin P9,500 met. Tek (1) 47 47 04 75. REAL ESTATE WANTED/EXCHANGE

EMPLOYMENT

GENERAL POSITIONS

WELL TRAVELED EUROPEAN bor lody, educated, moture, multifregue American citizen with excellent cretemans & social connections says

credentals & social connections seeks position as social componen to lealy/ gentianens. Likes to trovel. Mrs. Molinal fictuardison, c/a Mrs. Kothiere Londe, 330 East 71st St., Apt. SK. NYC, NY 10021 USA. Tel: 212-755-8402.

**AUTO SHIPPING** 

SAVE ON CAR SHIPTING. AMESCO Kribbestr 2, Antwerp Belgium, To/from US, Africa. Regular Ro-Ro stalling, Frei hotel. 11 32/3/231-4239 Fz. 232-333

AUTOS TAX FREE

EURO + U.S.A. SPECIFICATIONS
TAX FREE CAIS
EAC. Gevers Deynoxives 1130A.
2366 BX The Hopes, Holland Tel31.70.3559/245 Fz 3500624 Tx 35220

ANADIAN FAMILY fiving Ports seek unfurnished 3-bedroom operations in 7th, 15th or close. (1) 40 61 96 73. LOW COST FLIGHTS MOREDWIDE. Special departure at the lowest ever discount; economy airfore. Credit cards possible. Tel: Paris (1) 42 89 10 81 Fax 42 56 25 82 DARY RUGHTS AT LOWEST FARES to any stojor North American and corport. Tel: IFT Paris (33-1) 47 04 67 51.

> FOR BIBLIOFFILE OR COLLECTOR
> history of the Venetion wiles,
> defeate book - not for treate
> - 2 tores, 27 x 23 cm, doth binding numbered echon - FT,000 - Cof Paris
> [1] 47 04 45 25 ext 15 office hour COLLECTOR BLYS Antique pointings, drawings, furniture, books & silver. Call Poris Tel (33-1) 67 37 99 55

COLLECTIBLES GOLFRIG MEMORABILIA. Sell collec-tion of entique golf dults (wooden shafes from 1880 to 1930. Some bolk, silver spoors, book, postcards, 1000 peces, perfect condition, \$150,000. Decision owner: Peris (33-1) 4230/392. LALICIE CACTUS TABLE 30" X 60" in diameter. \$49,000. Principols. Tel. 305. 920-7322 Fox 305-920-6553 USA.

BOOKS BRITISH BOOKSHOP, FRANCRIET offers a wide selection of British/American books take delicters.) British lourist publications. Mail corder serves. Germany only, 164, 067-260-92. Fees 0.99-267/01. Bosnerski. 17. D-6000 Frankfurt 1 and 0-1080 Berlin, Mauerstr. 83-84, Tel: (+4-9) 030238460, Fees (+47) 0302384707. HOLIDAY RENTALS CARIBBEAN CAREBBEAN HE MOUSTICHE

ON THE BEACH LUXURIOUS CREOLE DEMEURE Company Symmology 2004, Coccount grove, Library unit, depring lady, 4 x 4 vehicule, Dream holiday, Library week (1833,000 per week (1833,100 per 195) 14 33-1-45 (18 33-1-45 (

CAPE COD, MA - WATERTSONT e-tote. Private, 300 ft. on Pleasant Boy with sondy beach. 3 cores, 11 rooms, 4 boths, excellent golf nearby. Great for family reunions. Available week-end, weekly. Tel: 617-749-1856 USA. COLLEGES & UNIVERSITIES

EARM UNIVERSITY degrees triking work, life & accelerate experience, for evolution & information forward resume to: Pacific Southers (Leivenshy 998) W. Fico Bird, Dept. 121, Les. Angeles, CA 90035 USA VALID COLLEGE DEGREES R.A., M.A. Ph.D. P.O. Box 2317, Greino, U 70053, FAX: 504-367-2632 USA NANNIES AND DOMESTICS

POSITIONS WANTED MONROE **NANNIES** INTERNATIONAL

Mrs. ANGELA GREENE Tel: 071-49-887, Far: 071-424-1185 18 South Molton St., Mayfalt, WY UK Licence No. SES629 POSITIONS AVAILABLE AU PAIE/NANNY. Hoppy, energetic organized, flexible, sidy, English appointing, non-smaller; age 21 +. Must drive, swin, ski, state & cock well. Live-travel with arts family/children 3 & 7 years old. NYC, Southampton, 70 + hours/week. Light houseleeping. Start immediately. Cell collect, NY, stee 10-5, Michelle 212-966-2866 USA.

POSITIONS WANTED

BNGLISH SPEAKING lody, some French seeks live-in part/full time position, dearning, body string, 33-1-4550 3176

JERIS, MARIA & ENERGUE Specials tric. Butler Chearing & excellent Cook Houseleaper. Son 18 oil clamestic de-craines. Distinguished track record. LLS. vieus etc. Immediately ovalidate. Call or Fox 010 44 77 824 8394 (24 hrs & wasland) LK LIC. AGENCY. WIGLD NAMES LONDON, Make nity Nurses, Namens, Housekeepers, Milistor, all staff interviewed, references checked. Plane 44 81 944 667. Fax 44 81 944 5838. UK Lic. Agency. BNGLISH BUTTER-WALET US Green Cord. Will broad. Driver. Formelly fromed, 12 yrs, experience. Telephone Ontstopher; UK (1927-453687.

IADY, 40, WIDOW, multilinguist, driver's instruct, free to brand seeks job on houselessper. Tele France 8 per 50 38 93 68.

To our readers in Switzerland It's never been easier to subscribe and save. Just contact us at our Zurich office. Phone: (01) 481 7200 Fax: (01) 481 8288

appealing for time to complete it Mobs Assa

.... 4.

Jeraelis
List 10
Deport
Rejertial Rejertial Re

580

المدعمة بيآ

7.2

----

- E

## 77 F.F

Marines in Mogadi-la

7\* .-SE Transition

λ:<u>.</u> . . . . to e **B**:- -15 VI-:--5. g--- . Uc∫-kç:-

/I:-Parke -00D -D011=: 40000 for 12arate ite .... Sasy о biz . .  $m_{\mathbb{C}_{[1,\infty)}}$ Property of the Samuel double ...

De por ing Ca NAMES INCORPORATED LONDON
The species ogency for experienced
mish is french nomes, budy name 6nomes helps. Worldwide placements.
UK Lic. SE 16670. Tel: 71 229 1214.
Fru: 71 229 6558.
NAMES INCORPORATED PARTS
Tel: 1.6574.4274.
NAMES INCORPORATED BRUSSES
Tel: 2735.8462 Mark St. Co. The V

# مكذا من الاعل

# Israelis List 101 **Deportees**

Group Rejects A Partial Return

Compiled by Our Staff From Dispatches JERUSALEM — Israel gave the Red Cross a list Friday naming 101 Palestinians who will be permitted to return to Israel after seven weeks in exile in Lebanon, the Defense Ministry said.

The deportees, however, immediately refused to leave southern Lebanon unless all of them were included in the deal.

"We'll even refuse to receive the list of names from the Red Cross or any other party," said Abdulaziz Rantisi, a spokesman for the Palestinians camped out in a no-man's land above Israel's northern bor-

The Israeli step came amid strong U.S. efforts to orchestrate a resumption of Middle East peace talks by April. Secretary of State Warren M. Christopher is scheduled to begin his first Middle East tour Feb. 17 and wants his mission to focus on peace talks rather than on Israel's expulsion of the Pales-

A Foreign Ministry spokesman said Mr. Christopher wanted the talks, which have been suspended since the deportations, to resume in mid-April after the Muslim and Jewish observances of Ramadan

and Passover. Israel sent 415 Palestinians out of the country Dec. 17 for up to two years in response to the murders of six Israeli troopers that month.

The men were accused of sup-porting the Muslim fundamentalist Hamas and Islamic Jihad movements that Israel blamed for killing

the troopers.

If some of the men do agree to return, they would be brought to israeli jails or detention centers for questioning, said a Defense Ministry spokesman, Oded Ben-Ami. Israel has said those who were in prison before being deported will probably be returned to jail.

Mr. Ben-Ami declined to release the list of names, saying families of the deportees would be informed by Israeli military officials in the occupied West Bank and Gaza

Hanan Ashrawi, spokeswoman for Palestinian negotiators in the Mideast talks, dismissed the news. "The central issue has not been resolved yet," she said, adding, "You have 300 who are not allowed

(AP, Reuters)

to come back."

# **Mobs Assail** Marines in

MOGADISHU, Somalia - A mob of Somali men attacked severchunks of concrete Friday after ru-

.

NTERNATO

EX 45 TO

AUCTION SE

IN SATURA

COLLECTOR

Somalis injured two Marines, was the largest show of outright bostil-ity yet against U.S. forces in Moga-dishu, where tensions have continued to escalate between belligerent

sparked by the military's interven-

rines tried to evacuate them. prompting the street grapevine to report that the Marines had shot the Somalis, a Marine spokesman said. He said the Marines fired no

burning tires and rubbish.

the demonstration, describing it as an "isolated" instance. They said the belligerence of the crowd likely was heightened by the afternoon ritual among Somali men of chewing khat, a narcotic leaf.

ing rocks and not shooting guns is an indication of how it's changed here in the past few weeks," said Colonel Jack Klimp, deputy Ma-rine commander in Somalia.

But the attack highlights the volatility of the city's streets. Many Marines who drive the streets daily

young Somali men and children. On Thursday, a Marine shot and killed a 13-year-old boy who chased his vehicle clutching an unidentified object in his hand.



AMERICANS IN THEIR OWN LAND — Filipinos who fought alongside U.S. troops in World War II taking the oath of citizenship to become Americans. The ceremony at the U.S. Embassy in Manila on Friday marked the first instance of naturalized U.S. citizens taking the oath outside the United States. More than 200 veterans, some as old as 80, were given American citizenship.

Peace Plan for Cambodia 'Is Dead,' an Adviser to EC Says

# New Constitution for Japan? A Thirst for Change Faces Strong Resistance

By T.R. Reid
Washington Past Service

TOKYO - If you were asked to list the best-loved passages in mod-em Japanese writing, the choices would likely include the first lines of the Nobel laureate Yasunari Kawabata's novel "Snow Country"
("The train came out of the long tunnel into the snow country, and the depths of the night turned white.") and the opening words of Natsume Soseki's charming novella "Botchan" ("I inherited a wild streak, and since childhood my life has been nothing but trouble.") Curiously, though, any list of fa-

milar lines that every Japanese loves would also include a passage written by Americans: the stirring Article 9 of the Japanese Constitution, declaring that "the Japanese people forever renounce war as a sovereign right of the nation and the threat or use of force as a means of settling international disputes."

That's the most famous line of Japan's "peace constitution," writ-ten by U.S. Occupation lawyers and officers and imposed upon this country by General Douglas Mac-

Southeast Asian countries, including the Philippines, Thailand, Malaysia and Indone-

sia — would have to resign itself to dealing

Arthur in 1946. Despite its foreign ed the advocates of change, includheritage, the constitution so neatly matched the pervasive pacifism of postwar Japan that the document became an untouchable national icon. In the 47 years since General MacArthur brought it forth, not a comma has been changed.

But now, the deluge. As part of the overall thirst for "change" affecting all aspects of Japanese politics these days, aca-demics, citizens groups, and politicians of every stripe are calling for constitutional changes.

The general goal is to produce a constitution that sounds and looks like something Japanese people wrote — unlike the current docu-ment, which reads like the translation from English that it is.

Specifically, advocates of constitutional change are calling for up-dating various sections — including the famous Article 9 - to reflect the changing global status of this economic superpower. Starting next week, the dominant

Liberal-Democratic Party will hold a series of hearings asking people from various facets of Japanese society to describe any changes they would like to see. The party is to issue a report by this summer on its plans for updating the charter.

The leaders of the two biggest opposition parties have endorsed at least the concept of change — reversing traditional party positions. UN peacekeeping mission and the diplomatic despite their fanatical 1975-1979 reign that laws or rebels," Mr. Jennar said, and enforce the corps — are restrained in their comments killed more than a million Cambodians. the building "of democracy and the building of rehabilitation of the country." He said that Cambodia - like other

Surprisingly, the drive for change seems to be acceptable to most of the Japanese people.
"There is a sense," says the political analyst Minoro Morita, "that Ja-pan's role in the world must change and the the constitution must change to permit that,"

There is still formidable opposi-tion to change — right up to Prime Minister Kiichi Miyazawa. Mr. Miyazawa, a generally passive head of government, has shown uncharacteristic fire about preserving the current constitution. He has scold-

ing top officials in his own cabinet. A 73-year-old man with acute memories of the agonies Japan brought on itself in World War II,

he argues that revisions may risk "repeating the mistakes" of the prewar cra. The prime minister also has to

contend with outside pressure always an important motive force here — pushing for amendment. Japan, the second-largest financial contributor to the United Na-

tions, feels that its current stature has earned it a permanent seat on the Security Council. But some Japanese leaders — including the current foreign minister, Michio Watanabe - say they cannot legitimately ask for such status until they liberalize Article 9 enough to permit broader Japanese participa-tion in UN peacekeeping efforts.

in that context, recent comments by UN Secretary-General Butros Butros Ghali should push the movement for change. In an interview with Japan's Kyodo news agency, he was quoted as saying, "My hope is that the government of Japan will be able to change the constitution." In recent years, the government

has used various interpretations of Article 9 to permit the dispatch of Japanese troops overseas for mineclearing duty in the Gulf and other tasks. Last year, after an agonizing national debate, the parliament passed a new law permitting Japanese troops to join UN peacekeeping units under certain conditions. Some politicians here say Japan can commue to expand the uses of

its military without changing the constitution. But the argument that ems to be more common now is that some change in Article 9 will be necessary if Japan is to become a regular participant in UN units.

it's easy to subscribe in Budapest just call: 175 77 35

omme

OF PUB

of Execut

ity Directed Teleco

PROPER

e-Europe

Group ry, Russia r. Europe

3DA Grou

10-2-93

### with UN peacekeepers trying to carry out the peace agreement signed by the four factions with an insurgency following the elections. "I think Cambodia will have to deal for One can say now that the agreement is another way except war." dead," said Raoul Jennar, a consultant based in October 1991 in Paris. the next 10 to 15 years with insurgents," he said, estimating the Khmer Rouge troop strength at about 8,000 to 10,000 men con-Throughout the years of negotiations that Months of diplomatic maneuvering, and hammered out the peace accords, the United Mr. Jennar's reports on the Cambodian States, China and their allies continually persuasion by their former backer, China, situation are considered a voice of conpushed for a "comprehensive" settlement, have failed to bring them into the process. trolling zones containing 200,000 to 400,000 "Let's let the Khmer Rouge become out-

"It was the magic word, 'comprehen-

The Khmer Rouge has never cooperated

ter of the peace agreement has failed."

he said. "The comprehensive charac-

Rightist Acts Of Troops

PHNOM PENH - Cambodia's compre-

hensive peace plan is defunct, and war with

the Khmer Rouge is inevitable, a consultant

advising the European Community and

Cambodia's nongovernmental organizations

BONN — German prosecutors

are investigating 48 cases of rightist incidents involving soldiers, the legislature's military ombudsman Alfred Biehle said in a television

interview that ordinary soldiers and four officers were involved but denied that the 400,000-strong armed forces contained large numbers of far-right extremists. There is no shift to the right in

the federal armed forces," Mr. German military leaders ordered a crackdown on extremists in November after 24 soldiers were re-

ported for spreading racist propa-

anda or attacking foreign refug while off duty.

Mr. Biehle said there was no evidence of an underground leader-ship of rightist extremists in the

Defense Ministry officials, asked about news reports of anti-foreign er violence committed by soldiers, said the military was dealing with rightists among its conscripts.

Suspect in Vandalism

A 38-year-old glass cutter has confessed to damaging a Holocaust memorial in Amsterdam, saying he did it under orders to cover up his company's construction flaw, The

Associated Press reported.

The man told the Dutch daily
Algemeen Dagblad he had no racist motive in using a pick ax to shatter the glass monument to the millions of Jews murdered by the Nazis in Auschwitz.

But the Van Tetterode glass company denied the charge, saying the workman had sought to stain its itation because it refused to help finance a drug addiction.

science, while other foreign observers - the meaning one that included the Khmer Rouge

"It seems difficult to have a recognition of

the failure of their settlement by the big

powers," he said at the end of his 11th fact-

finding mission to Cambodia. "I don't see

by political considerations.

By Alan Riding

New York Times Service

PARIS - Often criticized for

refusing to apologize for the depor-

tation of Jews from France during World War II. President François

Mitterrand is being praised for creating a national day of remem-

brance of the racist and anti-Semit-

ic crimes carried out by the

The decision, which was warmly welcomed by Jewish leaders here,

was seen as an important step in

about 76,000 Jews from France to

solemn condemnation of the

crimes of Vichy," said Serge Klars-

feld, a French lawyer who heads the Association of Children of Jews

Deported from France and has led

the fight to bring surviving French

war criminals to trial. "We cannot

A presidential decree signed

Tuesday said that victims of racist

and anti-Semitic persecution here between 1940 and 1944 would be

remembered in ceremonies

throughout the country every year on July 16, the anniversary of the

first mass arrests of Jews by French police officers in Paris in 1942.

The decree also said monument would be put at the site of the

2 Ulster Bombers Will Wed

CHARLOT Roi des Coquillages

Real bouliabases from Marselle. Sea face and fish specialists. Menu at 200 FF. 12 1 a.m. 81, 8d de Clichy. Tel. (1) 48.74.49.64

daily dishes. 190 bs, bld. Persire. Tel: 45 74 20 48.

DA MEO PATACCA

Trastevere. Rest famous for fun food, music & folkfora, 00153 Rome, Frazza de Marcanti 30. Tal: 06-5816198, 5892193. Fax 582552.

KERVANSARAY

ned, \$6 ra, Open

"We now have an explicit and

German death camps.

ask for much more."

collaborationist Vichy regime.

Bonn Probes France's Jews Welcome a Remembrance

Commemorative plaques also would be placed in every French department.
The decree was widely viewed as an attempt to appease Jewish and other groups that have accused the French leader of ambivalence toward the Vichy regime and its

of the camps where Jews were con-

centrated, and at a house in the

Rhone Valley where Jewish chil-

dren were held before deportation.

chief, Marshal Philippe Pétain. Al-France's gradual admission of the though he worked briefly for Vichy role played by French citizens -as as a young man, Mr. Mitterrand well as by German occupation later emerged as an important Reforces — in the deportation of sistance figure.

cycling stadium where the first de-tainess were taken in Paris, at one that neither the French nation nor cessfully appealed the ruling. the French Republic could accept blame for crimes carried out by a temporary and illegitimate govern-

> As recently as Nov. 11, he also provoked a storm of protests by having an Armistice Day wreath in his name be placed on Pétain's tomb, the argument being that he was bonoring the French military hero of World War I, not the political traitor of World War II.

In contrast, when a French court last year decided that crimes the more necessary given the recent against humanity could not be outbursts of racism, anti-Semitism brought against a Vichy official, and xenophobia in Europe."

cessfully appealed the ruling.

Jean Kahn, president of the
Council of Jewish Institutions in France, said on Thursday that he considered the decision to create a national day of remembrance to represent a full condemnation of the Vichy crimes, "something we have long been waiting for."

Mr. Kahn said he was particular ly pleased by the decree because he understood it would also lead to the teaching in schools of both the "shameful" history of the period and of the need for tolerance, "all GENTLEMAN

### GIVENCHY

56, rue François 1er, 75008 Paris (Corner rue Lincoln) Tel. (1) 40 76 00 21

# How do you call a foreign country when you're already in one? Pick a card, any card.



Sprint Express makes it easy to call a foreign country when you're already in one. And you don't have to be a Sprint customer. Simply dial any of the access numbers listed below to reach a

Sprint operator in the U.S. who can complete your call to almost anywhere in the world. You can use your U.S. local calling

card\* or Sprint FONCARD." And you'll be billed on your regular phone bill. You can even make collect calls if you're calling the U.S.

Just think, no more hotel surcharges or fumbling for the right currency. With Sprint Express all you do is make your calls. Calling country to country is that simple.

The odds couldn't be stacked more in your favor.



Shan exhicit (neming	Access remainers	Spring Express Cooperies	ACCES (10000615	Sharing exploses (Generales	Access Humbers	Sprint Express Countries	Access Humbers
Argentina	001-800-777-1111	Colombia-English	980-13-0010	+israel	177-102-2727	+Poland	9010-480-0115
Australia	0014-881-877	(Adembia-Spanish	980-83-8110	+ ltaly	172-1877	+ Pertural	05017-1-877
+□ Austria	022-963-014	+Costa Rica	163	+Japan	0039-131	~ Posts Rice	1-800-877-8888
Salary as	1-800-389-2117	+ Descark	8001-0677	+ Japan	0066-55-877	+San Marino	172-1877
△Barbadas .	1-808-877-8680	+ Southican Republic	1-809-751-7877	o Korea	609-16	+Singapore	800-0877
+ Befglum	978-11-9944	Ecuador	171	ΩKoma	550-FINE	Span	900-99-0013
Belize (Hotel)	556	+⊞ Salvador	191	Knat	890-777	\ \( \sigma \) \( \sigma \) \( \sigma \)	187
Belize (PTT pay phones)	-4	+Finland	9890-1-0284	+ Liechtenskés	<b>155-5777</b>	+Sueden	929-799-8th
/Bermuda	1-800-623-0877	+ France	1908087	+ Mahyin	800-0016	+ Suitzerland	55-1777
Botivia	0800-3333	++607000	0130-9613	+Monace	19<0087	Time	0080-14-8677
Brazal	000-8016	+ Guatemala	195	+ Metherlands	65°022-919	√Thailand	001-999-13-877
	1-800-877-860B	Hang Kang	<b>390-1677</b>	New Zealand	000-999	Delleri Kingdom	0800-89-8877
Cambrillo (Phone Penh)	80-OI-OI	∆Hang Kang		+Heresy	<b>050-12-877</b>	△liaited Kingdog	0580-800-800
∽ Cashedo (Places Pada)	2279	+ <b>/ Hangary</b>	00~800-01-877	Panama	115	- ILS. Virgin intends	1-800-877-8008
~ Carrada	1-800-877-8000	+ 1004	008-137	√Pars	196	+ Vatican City	172-1877
Chile	0000317	ledonesia	GO-801-15	Photographers (ETP) stations and (	105-07	Venezuela-English	800-1111-0
China	108-13	+frebes	1-800-55-2081	/Pilippes Philos	192-611	Venezuela-Snameh	800-1111-1

The Authority, 1872, 1835 Peril, Institute (24), Michigan Bell, New Proglams Despitation See Vork Telephone, (Shir Bell, Parific Bell, Stands Company Bell, Standsort Bell, Standsort See England Respitate Bell Standsort.

Mogadishu By Molly Moore
Washington Past Service

al U.S. Marines with rocks and mors swept through the capital that American forces had killed several

Somalis in a gunfight.

The melee, in which the crowd of young Somali men and troops.

While two Marines and one

American civilian have been killed by snipers or lone gummen, this was the first instance of a mob attack. Reports of the crowd size varied from 60 to 200 people.

Marine officials said the rumors that led to the violence were

tion in a clan street light Friday morning. Two U.S. helicopters and about 60 Marines attempted to separate the warring factions. Six Somali men had been injured or killed in the clan fight and Ma-

shots during the encounter.

About an hour after that battle, Marines at Mogadishu port, about a mile away, noticed an injured Somali man lying on the street near the port's entrance. When the Marines started to leave the port compound to investigate, a crowd of Somalis began pelting them with rocks and stones, according to Ma-

rines at the scene. The Marines retreated and dispatched two amphibious attack vehicles. The crowd became even more unruly, lobbing rocks at at the armored vehicles and other Marine vehicles driving nearby. The mob barricaded the street with

Marines attempted to play down

The fact that they were throw-YUGARAJ

complain that they are harassed by

HABSE CLASS Real Dutch Cooling. Open from lunch until mathight. Spuistrant 275. Tel: 524 99 98. Reservations recommended. All major credit cards.

PARIS 1st CARR'S French and Irish cooking, Brunch Saturday and Sunday 70 F., dunks not included. 1, rue du Mont Thabor, Tel.: 42,60,60,26.

LE RELAIS SAINT-LOUIS New: in the heart of Pore. Excellent serion steak served with a mountain of french fries

and secret home-made souce. [Menu 93 F] Every day. 5, rue Bude. Tel.: (1) 40.51.84.30. PARIS 6th L'ARBUCI

The grill room of the best price. In a jazzy olmosphere in St Germain des Priss. Open until down. 25, rue de Buci. TL: (1) 44.41.14.14 LE PROCOPE

Fashionable Rive Gauche "Cafe", traditional and creative coaking, Exallent sea feed, 13 R. Ancienne Comèdie. Tel.: (1) 43.26.59.20

Hailed as the best Indian restaurant in France by the leading guides (air conditioned), 14, rue Douphine, T.: 4326.44.91. PARIS 7th

THOUMIEUX

Turkish & Int'l specialies, labster bor, best septional restaurant, let floor, Mahlentin, 9. ies of the South-West. Confir de cenard & cassader au confit de conard. Air cardifioned. Open everyday, 79 ne. 9. Dominique. Tel: (1) 47 05 49 75. Near inselder Termini Tel.: 5128843. Air cond Noon-3 p.m. & 6 p.m. 1 c.m., except S

The Associated Press BELFAST — A Catholic women and a Protestant man both serving life for bombing murders have been given permission to marry, the Northern Ireland Office said. Anna Moore, 46, and Bobby Corry, 43, will marry at Maghaberry prison where both are imprisoned. FRANKY'S BAR Near Champs-Bystes. Temo-Bar and company... nue Friedland. Tel.: 45 61 11 27. PARIS 15th LE TOIT DE PARIS Dance Parties every Saturday night starting at 8 p.m. with gostronomic sec-food buffer and five music at Le Toit de Paris on the 10th floor of the hotel featturing a splendid view of the city and the Effel Tower. FF 350 and, buffel and dancing. Paris Hillon 18, av. Suffren. TL: 42/3.92.00.

# Herald Cribune.

### **Cutting Widely and Fairly**

the right direction with two of its major plans for reducing the federal budget deficit — a sharp cut in defense spending and a reduction in Social Security costs. But the administration cannot afford to flinch as it confronts two of the nation's most powerful interest groups, the military and the elderly.

Defense Secretary Les Aspin's proposals to cut the military budget are fine as far as they go, but they don't go far enough. As Senator Everett Dirksen once observed in another context, a billion here, a billion there, and pretty soon you're talking real money. Mr. Clinton needs to add some more real money to Mr. Aspin's proposals.

The administration is also on the right track in debating ways to control the costs of Social Security. No deficit-reduction package will sell politically unless it distributes the pain widely and fairly, and the elderly must be part of that. The only real choice is between a proposal that would hurt the poor and a far better strategy that would ask the wealthy to bear the burden.

Mr. Aspin has asked the Pentagon to cut the 1994 defense budget to \$269 billion, \$11 billion lower than the Bush administration was proposing. He and Congress can surely find an additional \$6 billion or so. That may not seem like much by Pentagon standards, but it could add up to many billious more in later years.

What counts is not just the amount to be cut, but the way he cuts it. Reducing training and exercises provides only a one-year savings. Reducing current forces yields lit-tle immediate saving but saves billions over time. Cutbacks in new weapons yield both current savings and future dividends eliminating the costs of manufacture and of manning and maintenance for years.

There are plenty of candidates for trimming. The navy does not need the new carrier it is building. Ending construction now would save nearly \$3.8 billion in 1995. and billions more in future years. And the armed services want many more new tactical aircraft than they need.

Since the nuclear threat has disappeared, a number of strategic arms can be retired immediately. Nuclear warhead production can also be cut back.

In reducing personnel, Mr. Aspin has directed that cuts come from active duty forces. But he also needs to cut the reserves

President Clinton will probably have to squeeze Social Security as part of a deficitreduction package that spreads the pain across America. But he does not have to clobber the elderly poor by temporarily suspending cost-of-living increases in benefits, known as COLAs. A fairer way is to

raise taxes on benefits to wealthier retirees. Politically, it might seem foolish to threaten any of the nation's elderly recipients. The fact that Mr. Clinton might try testifies to the depth of his budget problem.

After paying for new programs he promised voters, the president must reach, by 1997, about \$150 billion a year in spending cuts and tax increases to meet his pledge to slice the deficit nearly in half. Social Security -25 percent of federal outlays -looms

as a likely target.

Eliminating COLAs for a year would produce huge savings by lowering the base on which future increases are calculated: about \$38 billion over five years. But the consequences will be severe. The elderly rely on COLAs to keep their benefits even with inflation. A one-year suspension would push a half-million elderly into poverty. There is another, so far overlooked, rea-

son to keep Social Security COLAs intact. The Clinton deficit-reduction plan could include higher excise taxes on cigarettes and alcohol and higher energy taxes. With COLAs in place, the elderly poor will be immunized from price bikes.

That is why taxing benefits would make better policy. Social Security benefits would be taxed more like private pensions. The percentage of benefits subject to income tax would be raised from 50 percent, under current law, to 85 percent. The tax hike would not apply to couples with annual incomes under \$32,000 a year, or individuals with incomes under \$25,000.

Raising taxes on benefits would save Washington less, about \$30 billion over five years. But the tax hike would be fairer.

If Mr. Clinton stands up and takes on the nation's retirees, he will deliver a resounding message that he is serious about the deficit. If he shrinks back, he will signal. another year of budget games. Taking a fourth of the federal budget off the budget-cutting table would force Congress to take impossibly large swipes at everything else.

— THE NEW YORK TIMES.

### **Great Notions, Real Costs**

During his campaign, President Bill Clinton liked to say that investing in his college Ioan/national service program would amount to "the best money we will ever spend." Unfortunately, Mr. Clinton has discovered that the money is not there.

Now his national service director. Eli Segal, is talking about pilot programs in-stead. It is hard to imagine anything more popular — especially with the middle class - than the original Clinton plan. It would have allowed everyone to borrow the money to go to college, regardless of income. The money could be paid back as a percentage of future income - reducing the pressure on those with relatively low incomes after coilege --- or with two years of community service. Mr. Clinton's plan was designed to rekindle memories of the GI Bill, truly one of the best investments the United States ever made.

The key was to create a broad program that included the middle class. At an admittedly high price, this would guarantee future political support for a steady flow of funds to the children of the poor, who might never get to college without government help. Universal programs tend to survive, even in hard times. Linking the whole thing to service had the additional virtue of giving taxpayers the sense that largess was being linked to responsibility.

So is Mr. Clinton breaking yet another promise? He is to the extent that voters expected him to have a large and expensive new program in place in his first year. And voters had some reason to think this, since

Mr. Clinton was rarely more enthusiastic than when he spoke on this subject. The president does have some explaining to do.

The Clinton camp has already begun to argue that you cannot cut back on a program that does not exist and that Mr. Clinton will be keeping his promise simply by getting things rolling on the service front. It is noted that the Peace Corps, too. started small. And experimenting with pilot programs, the president's aides say, is not a bad way to do public policy.

National service should not be a form of time-serving, and Democrats especially should be wary of starting big new programs before they have a good idea of what will work. In a time of scarce public funds, it is also worth asking whether helping the child of wealthy parents go to college (which is what a fully funded version of the Clinton program would do) should have the same priority as, say, immunizations for poor kids or welfare reform.

That is a question that advocates of universal programs have to take seriously, and especially so in the case of aiding college students, who tend to come from the upper end of the income scale. It comes down to this: Life was much easier for Mr. Clinton on the campaign trail, when he could spend notional federal dollars, than when he arrived in the White House and had to find real ones. All the more reason to get the nation's finances straight so that if the pilot programs work, there will be money to turn them into something bigger.

- THE WASHINGTON POST.

### On a Crowded Plank

ca's sporting heart. It also claims special dispensations, including exemptions from the antitrust laws. By any rule of reason, it therefore has a special obligation to behave in the national interest. In the case of Marge Schott, it has failed to do so.

Ms. Schott, the owner of the Cincinnati Reds, has long engaged in racist behavior. Under pressure, but only after months of dithering, her fellow owners suspended her for one year from day-to-day decisions involving her team. The punishment is feeble, the message

far short of the declaration of racial justice the nation deserves to hear.

Ms. Schott had reportedly referred to "money-grubbing Jews" and "million-dol-lar niggers." She also reportedly said of her front office staff: "I'd rather have a trained monkey working for me than a nigger." It's no surprise that until recently she had baseball's worst minority hiring record.

Ms. Schott's suspension does not require her to relinquish financial control of the team, a penalty imposed in the past on other suspended owners. She will pay a small fine and attend multicultural training classes. When Ms. Schott's remarks became pub-

lic, a decisive commissioner would have

acted promptly to calm public outrage. But there was no commissioner; power-hungry owners had driven Fay Vincent from office. And Mr. Vincent's insistence on front-office integration may well have been one of the things that did him in.

Five years ago, the baseball executive Al Campanis was forced from the game for saying on national television that blacks lacked the necessities" to manage baseball teams. Why didn't Ms. Schott meet a similarly final punishment?

First, owners are hesitant to punish their peers in any meaningful way. A more disturbing answer is that racism in baseball goes far deeper than Ms. Schott.

As Sharon Jones, a former employee of the Oakland Athletics, said Thursday, "I don't think Marge Schott should walk the plank for all baseball owners." She sug-gested that many other baseball officials probably need to walk the plank with her." Ms. Jones happened to be holding the phone for her boss during the confer ence call in which Ms. Schott allegedly made her "trained monkey" remark.

The Marge Schott affair is another reminder of how far baseball's cramped reality lags behind its self-promotional puffery.

-THE NEW YORK TIMES

### INTERNATIONAL HERALD TRIBUNE

KATHARINE GRAHAM, ARTHUR OCHS SULZBERGER Co-Chairmen

LEE W. HUEBNER, Publishe

JOHN VINOCUR Executive Editor • WALTER WELLS, News Editor • SAMUEL ABT, KATHERINE KNORR and CHARLES MITCHELMORE, Deputy Editors • CARL GEWIRTZ, Associate Editor ROBERT J. DONAHUE, Editor of the Editorial Pages • REGINALD DALE, Economic and Financial Editor

RENÉ BONDY, Deputy Publisher · RICHARD H. MORGAN, Associate Publisher JUANITA L CASPARL International Adventure Director • ROBERT FARRÉ, Circulation Director, Europe International Herald Tribune, 181 Avenue Charles-de-Gaulle, 92521 Neuilly-sur-Scine, France. Tel.: (1) 46.37.93.00. Telex: Circulation, 612832; Production, 630698.

Directeur de la Publication : Richard D. Simmons Chairman from 1958 to 1982 : John Hay Whitney Editor for Asia: Michael Richardson, 5 Canterbury Rd. Singapore 0511. Tel. 472-7768. Th. RS56928 Mng. Dir. Asia, Rolf D. Kranepuhl, 50 Gloucester Rd., Hong Kong, Tel. 8610616. Telex: 61170 Mng. Dir. U.K., Gurry Thorne, 63 Long Acre, London WC2, Tel. 836-4802. Telex 262009 Con. Myr. Germany, W. Lauterbach, Friedrichter, 15, (1800 Frankfurt/M. Tel (1907) 726755, Tix 416721
Pres.U.S.: Michael Course, 1850 Third Ave., New York, N.Y. (18022 Tel (212) 752-3890, Telex 427775
S.A. an capital de 1,200,000 F, RCS Nunterre B 732021126, Commission Paritaire No. 61337
© 1992, International Heruld Tribune, All rights reserved, ISSN: 1294-8052.



# Their Plan Could Bring an Honorable Peace

By A. M. Rosenthal

ington does not oppose the plan but

will not ask the parties to accept it -

There is no free war. If the presi-

dent feels the war must be pressed

harder, that will involve American

his goals and solutions for bringing peace and harmony to a part of the

world that has specialized in tribal

I do not question the motives of the

screamers. Some are often quite sensi-

ble. Others are onetime doves who

war for most of recorded history.

power. So he is obligated to announce

death through lockiaw.

Good back to him.

UNITED NATIONS, New York When everybody is screaming something more dangerous for a ing nobody is listening.

Rarely have so many American great power than screaming — mum-bling. The mumblemouths say Wash-

commentators, editorial writers and think-tankers screamed so loud and bitterly at any Western diplomats as they are doing at Cyrus Vance and Lord Owen.

Villains, villains. Their offense is that they put forward a peace plan for the area known as Bosnia.

They call for a decentralized state. Serbian and Croatian Christians, and Muslims of the same stock, are all joined at the spleen by centuries of mutual hate. Under the plan each would have a majority in some of the districts. They would share control of a national government.

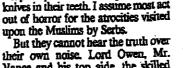
Very cumbersome, as is Switzer-land, and maybe idealistic, forgive the word. But despite the outraged noise. it could bring an honorable peace.

The truth is that the Vance-Owen plan is trying to create Bosnia, not destroy it — a fact the screamers cannot hear over themselves. They do not like the plan because it

does not satisfy all the hopes or calm the fears of Muslims, so brutalized during a year of war by the Serbs. Also, they say it is not tough enough on Bosnian Serbs or on Serbia, their source of power. But the American foes of Vance-

Owen have not come up with their own plan, except to intensify the war against Serbs. But after the war, as-suming it does end, something like the Vance-Owen plan would become inevitable, if it is not too late. The Clinton administration is doweapons power. Now they roam with knives in their teeth. I assume most act out of horror for the atrocities visited

their own noise. Lord Owen, Mr. Vance and his top aide, the skilled former Ambassador Herbert Okun, are trying to construct a functioning independent Bosnian government where none has existed. Bosnia was never independent before last year. Since then, its people have had to



fight just to stay alive.

Bosnia would be constructed for

the sake and safety of the Muslims. Most of their Serbian and Croatian Christian cousins would probably rather go with Serbia or Croatia, dispensing with Bosnia.



Vance-Owen would take years to work out fully. Considering that the inhabitants have spent centuries killing each other, that is not long. The Muslims, Serbs or Croats could scattle it any time, and return to war.

If they gave it a chance, the UN would have to stand guard. Vance-Owen says 25,000 is the NATO estimate, and theirs. For a U.S.-UN-NATO force to defeat Serbia could take 300,000 to 500,000.

Except for one thing, Americans would be justified in saying, Who needs this - one more mess made by and for the Balkans, one more new little state that needs foreign intervention to stay alive.

But that one thing is intolerable: Deserted, even more Muslims will be killed by their Serbian and Croatian cousins. Without Vance-Owen, the war will go on. Bosnia will probably disappear in Serbian-

Croatian partition.

But suppose Serbia is smashed by heavy Western power. Then?

Serbs will still be over 30 percent of the Bosnia area, and the majority in many of its parts. Will they be "cleansed" out of Bosnia by the conquering U.S.-UN-Muslim forces? More likely, somebody will get a bright idea — that's enough killing, let's tell these people they have to live together in a decentralized state in which they share power.

And somebody else will wonder out loud — say, whatever happened to those fellows, you know, the quiet American and the other one, the kind of crabby Englishman?

The New York Times.

# Owen Is Persuasive, but Bosnia Is a Complicated Place

By Anthony Lewis

N EW YORK —Lord Owen got a bristling reception when he came to New York this week to sell his and Cyrus Vance's peace plan for Bosnia. There was criticism from the Clinton administration, Congress, down the slow supply planes. the press. I decided to hear his case.

Denying suggestions that he and Mr. Vance were soft on Serbian aggression, Lord Owen said in an interview that he was "seething" about the situation before the European Community appointed him as mediator last summer. He wrote to Prime Minister John Major comparing what was going on in Bosnia to Nazi atrocities and urging him to "consider using air power.

"I have not lost my anger at 'ethnic cleansing," " he said. But the situation has changed, he argued, and many Americans are not aware of it.

"The opportunity to use force was last summer," he said, "when Bill Clin-ton spoke of it. Few UN troops were in Bosma, and there was no food crisis. It might have been possible to tilt the balance of the war by air strikes.

"But then Britain, France and Spain committed troops to the UN for humanitarian purposes, to get supplies to civilians through the winter. And that is incompatible with military intervention." The Serbs would respond to intervention by blocking relief convoys and shooting

The Vance-Owen plan calls for Bosnia to be divided into 10 semiautonomous provinces, three each with a Serbian, Croatian and Muslim gority, one mixed.

Bosnia," Lord Owen said, "can never be a state in which the largest population group, the Muslims, have normal democratic powers. It would simply not be accepted. So there are really just two options: partition, or to construct something where the three peoples could live together under a system in which there has to be conensus on big issues."

Some call partition the realpolitik solution, he said: just letting the Serbs keep the 70 percent of Bosnia they have seized. (The Vance-Owen plan would make Serbs dominant in provinces with 43 percent of the land.)

"Partition would not end the war," Lord Owen said, "because the Muslims will continue to fight. And Cy Vance and I never accepted that

we could not, over time, reverse 'ethnic cleansing.' So we have tried to stitch Bosnia back together, rejecting partition.

"It can only be solved by the idea of autonomy within the state. This is a deep issue now for the world. Nations no longer match international boundaries. There are nations within states. We have to live with that," In Bosnia, he said, "you've got to give the different peoples a sense of security." To that end, a draft consti-

tution protects minority rights. But, I asked how could you expect people with such hatred to live in peace in a complicated political structure? Lord Owen said that would require a serious international commitment, including U.S. ground troops, in a UN operation with its role shifted from humanitarian to peacekeeping.

"The U.S. would not make the largest contribution," he said. "But especially if you could have NATO play a part, it would send a profound message to Serbs, Croats and Mus-lims." He added that air power would have a role in enforcing the peace. "It would be an immense miracle

to keep Bosnia together if we stitch it together," Lord Owen admitted. He said that was why the Vance-Owen map broke up the corridor Serbs wanted across northern Bosnia to attach their territory to Serbia. What, I asked Lord Owen, of the

Serbs who have been accused of war crimes? Wouldn't the peace plan implicitly give them amnesty? "There can be no amnesty for war criminals," he said. "I believe the mor-

al order of this world is marred if those who are guilty of war crimes are not brought to justice. I urged the five permanent members of the Security Council to have it set up an international criminal court, if not for all countries then at least for Yngoslavia." I left the meeting with no doubt of Lord Owen's strong belief that his

and Mr. Vance's proposal makes the best of cruel realities. But I remain skeptical that its highly sophisticated political design is workable, or that the Bosnian Serbs will give up their aim of attachment to Serbia. In any event, Lord Owen should

not believe that President Bill Clinton will put pressure on the victims, the Muslims, to accept the plan.

The New York Times.

# Dusting Off the Locomotive, Clinton in the Cab

WASHINGTON — Not a moment too soon, President Bill Clinton has decided that an exploratory meeting of the Group of Seven finance ministers and central bankers is essential to cope with what Michel Camdessus, boss of the International Monetary Fund, has called a global "crisis of confidence.

Lloyd Bentsen, the U.S. Treasury secretary, and Alan Greenspan, chairman of the Federal Reserve, are to travel to Europe by early next month for a G-7 get-acquainted session. There is to be no formal agenda.

But the meeting clearly has greater signifi-cance: Global leadership has been conspicuously absent since the Gulf War ended, and Mr. Bentsen is eager for cooperation to resume. Mr. Bentsen will be able to bring to the table

Mr. Clinton's new economic program, to be unveiled Feb. 17, featuring the first serious effort in years to do something about the deficit. Mr. Bentsen will make that point first in meetings with key Japanese and German officials in Washington.

The global economy has been drifting in recent years. The world desperately needs stronger growth, but Japan and Germany, two of its usual engines," are sputtering badly.

The Bundesbank, which effectively controls in-

terest rates throughout Europe, had resisted pres-

By Hobart Rowen

sure from European partners and from the German business community for lower interest rates. But on Thursday, the German bank gave in. Japan, too, is in a slump, although not so severe by Western standards. It too waited until

Thursday to cut its basic interest rates by 0.75 percent. Yet there is room for further interestrate reductions around the world. Mr. Camdessus calls for "a renewed commit ment to international economic cooperation" in four areas: Conclusion of the Uruguay Round of

trade negotiations under the General Agreement on Tariffs and Trade; more effective aid for poorer nations; solution of the economic problems facing the former Soviet republics; and strengthening of the international monetary system.

Mr. Bentsen's agenda for the G-7 session in-

cludes all of those items, but his main goal is to orchestrate, with Germany and Japan, further interest-rate cuts. This would be a quid pro quo for Mr. Clinton's commitment to curb America's potentially inflationary budget deficit.

The depressed global economic outlook cited by Mr. Camdessus could underwrite success for a G-7 accord for Mr. Clinton and Mr. Bentsen. The

force European attention to the benefits of global prosperity. And one intangible that may favor further relaxation of tight money in Germany is that Mr. Schlesinger is due to retire later this year, to be replaced by his somewhat less hawkish vice president. Hans Tietmever. Financial markets will want to see concrete

results before applauding a U.S. move to revive the G-7. But they are wise to give it a shot, for reasons that go beyond global pump-priming. Foremost is an opportunity for the Clinton administration to explain its trade policy, as-

suaging suspicion in Asia and Europe that the new president is a protectionist. The Clinton team has signaled in several ways that it will follow a tougher trade policy than did the Bush administration. But Clinton advisers privately assert that they do not intend to establish

protectionist barriers. The policy, they insist, is to force others to open closed markets. It is to Mr. Clinton's credit that he is ready to reclaim the global economic leadership role for America. Chances for his success, I think, will be enhanced to the degree that Mr. Bentsen convinces his opposite numbers that a free-trade

philosophy is alive and well in Washington. The Washington Post.

# Spies and Courts: Should They Work Together?

WASHINGTON — Two wellconnected arms merchants have a long lunch in a foreign capital.

As they wait for the check, Merchant X turns to Merchant Y and says, "I'm confident that the Banca Nazionale del Lavoro in Rome knew about the illegal loans to Iraq from its Atlanta branch." Merchant Y smiles and responds,

Merchant X's comment eventually reaches a U.S. intelligence agency. The agency, however, never distributes the report, because it is suggested that Merchant X had too much wine at lunch and that his statement was speculative.

"Really?"

A year later, the Justice Department is preparing a criminal case against Christopher Drogoul, manag-er of BNL's Atlanta branch, for bank fraud. Mr. Drogoul is accused of making the illegal loans to Iraq in exchange for bribes.

The Justice Department wants to determine whether Mr. Drogoul acted

alone or with the consent of superiors in Rome. The department requests all information from U.S. intelligence relating to BNL, information that goes beyond Merchant X's comment and extends to several reports gathered from more than one source.

Should this evidence reach the Justice Department, the trial judge and the defense? Should the Justice Department have made a more serious effort to follow these leads by sending investigators to Rome? These are among the many ques-

In fact, the CIA had other reports tions raised by a staff report released Friday by the Senate Intelligence Committee. The report uses BNL as a case study of fundamental problems

By David L. Boren and Dennis DeConcini

in the relationship between intelli- mation gathered by U.S. intelligence gence and law enforcement. The committee inquiry on BNL began last fall when it appeared that the CIA, acting under pressure from the Justice Department, might have

Shoob, the federal judge in Atlanta who presided over the BNL case. Judge Shoob, who granted Mr. Drogoul's motion to set aside his guilty plea, concluded that Bush administration officials had "shaped" the Dro-goul case and that the CIA had not cooperated with requests for information. The Senate staff investigation did not produce direct evidence of intent to mislead, but it found a disconnection between law enforcement and intelligence, combined in some cases

withheld information from Marvin

with serious errors in judgment. All this resulted in erratic intelligence reporting: failure to provide relevant documents to prosecutors and the court in a timely fashion; mishandling of classified information in court and, ultimately, the release of a highly misleading document to the public and the court.

The document, a letter sent on Sept. 17, 1992, from the CIA to federal prosecutors in Atlanta, suggested that the agency was aware only of "publicly available information" in-dicating BNL-Rome's knowledge of llegal activities.

of Rome's knowledge.
Criminal activity in the United
States increasingly has foreign links. Consequently, more and more infor-

Mr. Boren, Democrat of Oklahoma, is a farmer chairman of the Senate intelligence committee. Mr. DeConcini, Democrat of Arizona, is the current chairman. services, whose activities are supposed to stop at U.S. borders, relates

to domestic prosecutions.

We need to look at whether the CIA and other intelligence agencies should be expressly directed to gather evidence abroad for U.S. trials. Similarly, agents need to under-stand better how their information

can be used in court. Based on advice from an FBI agent, CIA officials reviewing BNL reports came to believe that such information could be given to the defense only if it had been formally distributed outside the agency.

Even first-year law students know that the Supreme Court, in Brady v. Maryland, held that the constitution compels prosecutors to disclose all evidence in the government's possession that is favorable to the defendant. This legal error was mirrored by

the CIA's file-retrieval process. The agency keeps nondisseminated reports out of its main files. When the Justice Department asked for all intelligence reports on BNL, only the main files were searched. Meanwhile, the Justice Department failed to undertake a serious

review of the intelligence it received.

Prosecutors in Atlanta thought the Washington lawyers were in charge of reviewing the intelligence reports. Haphazard coordination of materials created additional problems. Institutional breakdowns, however, cannot fully explain the CIA let-

ter. Agency officials, following Jus-

tice Department advice, released the letter even though they had serious concerns about its potential for misrading the public.

The Clinton administration will

likely revisit accusations of criminal conduct in the Iraq affair. Whether or not it does, the administration should not overlook the compelling need to clarify the rela-

tionship between the intelligence and law enforcement agencies.

The New York Times.

### IN OUR PAGES: 100, 75 AND 50 YEARS AGO

1893: Unrest in Somalia ZANZIBAR - According to intelli-

gence received here, much disaffection prevails among the Somalis at the north of the British East Africa Company's coast line. A serious disturbance was provoked by the Somalis, who insulted and struck the Company's agent. The police, assisted by a landing party from H. M. S. Widgeon, endeavored to restore order, but the attitude of the natives became so threatening that they were obliged to open fire, with the result that eight Somalis were killed According to present advices no Europeans were hurt

1918: Revolt Is Doubted

NEW YORK - Mr. James W. Gerard, the former American Ambassador in Berlin, said he doubted the veracity of the Berlin strike reports. There is no chance of starving Germans out, and there is also no chance of winning the war by a revolution in that country. Germany manages to feed everybody; the soldiers and the young people get enough to eat."

PARIS - [From our New York edition:] Premier Benito Mussolini of Italy, in a housecleaning following the loss of Italy's African empire, yesterday [Feb. 5] ousted his Foreign Minister son-in-law, Count Galeazzo Ciano, who at one time was considered Il Duce's probable successor. Mussolini himself took over the Foreign Ministry and Ciano was given an empty honorary position in the Fascist Grand Council. Ciano generally is held to be unpopular with the Italian people for several reasons. The riches he has attained through his party and government affiliations are a national scandal. Also, although married to Edda, Mussolim's favourite daughter, Ciano and his wife live more or less separate lives. Ciano is known as a playboy throughout Italy and Europe.

The 

. . .

---

Met Displ

is the

ORTH ALL

`~

the great majority of Russians, and the government itself, want this affair se-tled peacefully," an official of the Rus-sian Foreign Ministry reassures the Western press. But the foreign minister, Andrei Kozyrev, cansed a sensation in December at a meeting of the Conference on Security and Cooperation in Europe by giving a speech threatening Russian intervention in Serbia on behalf of its Slavic brothers. An hour later, he said it had all been a joke — but a serious one, meant to warn the West what it should expect if conservative forces

sies concerning not only Serbia but the Middle East is humiliating to Russians. What has happened, they asked to Russia the superpower?
Pan-Slavism was, surprisingly, a
German invention. The German philosopher Johann Gottfried von Herder argued in the 18th century that the

rural and uneducated Slays of that period were superior to the sophisticated Germans and French because they were closer to nature and to spiritual truths. Germans became great Slavic scholars. the emergent Slavic peoples of East-ern Europe looked to Moscow for protection and support. It was, of course, Russia's intervention in sup-

port of Serbia against Austria-Hungary in 1914 that turned what began as an Austrian punishment of Serbian terrorism - the assassination of the Archduke Francis Ferdinand in Sarajevo — into World War I. Peter the Great, the debate has gone on as to whether Russians should accept advanced Western models of

economy and political organization, or whether the Slavic and Russian spirit requires rejection of the West and the pursuit of a unique destiny. between those pan-Slav nationalists who want Russia to reject the West and aid Serbia, and the men around

For this reason the Yugoslav crisis trivial people. They certainly are marginal figures today, so far as po-

men and women in the West as well as the East have reason for concern-

International Herald Tribune C Los Angeles Times Syndicate.

1943: Shake-Up in Italy

types should not obscure the fact that *-*: -. : -

take power in Moscow. In Moscow, the majority of the Russian Parliament subsequently made its feelings known: that Russia's close alignment with the United States in controver-

Consider

The Slavic

Connection

By William Pfaff

DARIS—A serious and underesti-

I mated aspect of what goes on in

the Balkans and in Russia is the rise of pan-Slavism. The Russian authori-

ties have recently made known their

increasing uneasiness about the po-tential political consequences in Rus-sia of any Western military interven-

tion against the Serbs in Yugoslavia. Prime Minister Viktor Chemonyy-

din last week formally made known

military measures against Scroia.

Russia's opposition to any Western

of a movement that sees Russia's fa-

ture in the reuniting of Russians out-

side the country's present borders into a new Greater Russia, and then ex-

tending Russian protection and alli-

ance to the Slavs of Eastern Europe. Some, such as the writer Eduard Li-

monov, formerly an expelled Soviet ealle in New York, wish to see the "ethnic cleansing" of Russia itself and the reincorporation into Russia of the

Baltic republics and other areas of

Mr. Limonov even had a brief strit

as a "war tourist" in Bosnia, a few days in a Chetnik (irregular) mis, firing down from the surrounding

mountains at people in Sarajevo.

But the pan-Slav forces in Russia.

are rather more serious than Mr. Li-

monov's adventures might lead one to think. The Serbian government has been doing its best to bring Russia to its diplomatic assistance, if not into

the war itself on Scrbia's side. It bean-

dishes the threat that if the West at-

tacks Serbia, "East-West war begins,

"These extremists and margins

minority Russian settlement.

Some extreme figures in Russia attended demand active Russian intervention on Serbia's side. They are part

In Russia itself, from the time of

This argument obviously continues Bonis Yeltsin who are trying to give

Russia a modern economy and gor-ernment, and to make it a partner of the democratic West has been an unneeded and unwanted complication to the West's relations with Moscow. It is tempting to reject the pan-Slavs in Russia as sin

litical influence is concerned. But as the Russian economic simation deteriorates and inflation escapes control, irrational men can come into their own. Hyperinflation is a world of unreason, in which it is the reasonable man who is at a loss. When you add international crisis and war to the mixture, reasonable

# The Unearthing Of Ancient Iran

Met's 'Royal City of Susa' Show Sheds Light on Distant Cultures

T EW YORK - At wide intervals, an exhibition conceived as a low-key affair turns out to be a major event that reshapes our approach to the art involved. The display of 127 works of art excavated in Susa, in southwestern tran, on view at Metropolitan Museum until March 7, is

The show, called "The Royal City of Susa," could not be simpler in concept. It starts around 4000 B. C. and ends with the Achaemenid dynasty, which ruled the first Iranian Empire from the time of Cyrus the Great (559-530 B. C.). Susa became one of the three empire capitals after having been

### SOUREN MELIKIAN

the capital of Elam, a powerful if still elusive culture of the Ancient East that spread over the province of Khuzistan between the late third millennium B.C. and the seventh century B. C.

Excavated by the French during much of the 20th century, its palatial remains and objets d'art were massively carted off to the Louvre. The idea of displaying in New York the best of the collection came to Prudence Oliver Harper, curator of Ancient Near Eastern Art at the Metropolitan Museum, when she realized during a visit to the Louvre in 1989 that the objects would all be out of sight for years while the Louvre renovation goes on.

To the Louvre, renowned for its unwillingness to make loans, the Met offered to restore, free of charge, some bas-reliefs and objects in urgent need of conservation and to finance the catalogue. This will serve later, in a French version, as a catalogue to the Susa collection. In return, the Met would retain on indefinite loan two panels of the famous Achaemenid frieze from the Susa palace of which not one remains in Iran but many gather dust in storage in Paris. The Louvre gave the go-

What few may have expected is the shock of discovering objects hitherto treated all too often as "archaeological documents" in murky light and now displayed as works of art. In a setting that has the elegant restraint typical of the Met designers, with space around them that allows the visitor to focus on every piece in uncluttered cases, the effect is startling. It is like discovering one culture after the other amid unresolved enigmas made more intriguing by the splendor of some of the

If little is known about the Elamites, non-Indo-European language that is only partly understood, no information whatsoever is available about the earlier human groups. They produced masterpieces such as the terra-cotta beaker of circa 4000 B. C. with which the show begins.

T displays features that were to recur throughout the history of Iranian art. These are a powerful sense of linear stylization and rhythmical construction. The silhouette of a mountain goat enclosed in a panel, like some tableau, is handled with a calligraphic feel for flowing curves. The color scheme, sepia brown on ivory ground, offers an uncanny anticipation of the calligraphic pottery of the 10th century. Coincidence or continuity? Probably the latter, through countless avatars that will have to be charted by

future generations of archaeologists. Some time in the late fourth millennium B. C. another kind of animal art developed. The French art historian Pierre Amiet not-ed, apropos of a small alabaster bear seared

on its hind legs hugging a beaker with its paws, that animals are given a human expression. That again is a trait found several pression. That again is a trait found several millennia later in book painting and metal-work motifs of the Islamic period. Some of these animal sculptures have a modernity that is astounding. A predatory bird, 10.5 centimeters (4.125 inches) high, is shown a crouching position, its bill plunging forward as if about to swoop down from its perch. Everything is uppersed in a few perch. Everything is suggested in a few curving volumes.

How Elamite culture emerged against this backdrop is unknown. Its early thirdmillennium sculpture has a brutish primi-tivism that markedly differentiates it from the art of neighboring Sumer in the south of present-day Iraq. Equally obscure are the conditions that led to what might be termed Elamite Classicism. Its ultimate masterpiece, hitherto reproduced only in scholarly studies, is revealed to the public for the first time. The tiny seashell sculpture, only 9.4 centimeters high, is easily missed. A woman stands, hands clasped in prayer, a figure of timeless dignity in her long robes, with a drape falling over her left shoulder. The perfect proportions have a monumental quality.

Indeed it bears a striking resemblance of the life-size statue of Queen Napir-Asu cast in bronze in the 14th century B. C., some 500 years later (assuming that the seashell sculpture is correctly dated). The heavy silhouette of an older woman stands similarly in the attitude of deferential attention observed to this day in the Iranian world, the left hand pressing the right wrist. Now missing its head, it was recovered from the remains of a temple. Little is known about the metaphysics that lay behind the deep religious feeling exuding from the figure in prayer.

The enigma posed by the rite celebrated in a scene cast in bronze on a large square plaque of the 12th century B. C., where two men crouch in the nude, facing each other, only thickens the mystery. The crouching men appear amid monuments, stumps of trees and other details, including a huge jar, that defy interpretation. The Elamite inscription begins "I, Shilhak-Inshushinak ... have made a bronze suncise . . '

EEN in the perspective of man-kind's cultural history, the greatest mystery of all concerns the merging of Elam into the Iranian entity in the making. It must have been a gradual process started long before the setting up of the empire.

Yet, Achaemenid art appears all of a ere in the sixth century B. C., fully con stituted and displaying virtually the same characteristics as in Persepolis. Whether carved in stone at Persepolis or molded in bricks at Susa, the animals in low relief owe as much to the art of northern Iranian metalworkers creating their gold, silver and brouze vessels in the early first millennium B. C. The admirable bronze lion in the show comes from Susa but projects in three-dimensional form the stylization known from the Persepolitan bas-reliefs. The famous Susa archers remain close to Persepolis sculpture. Molded in glazed bricks, they simply miss the enigmatic smiles with closed lips that make the best of Persepolitan bas-reliefs unforgettable.

These questions are not raised in the show, which leaves the name of Iran out of its title altogether. No attempt was made to borrow works from Shush, to give Susa its Persian name, nor Tehran. The great exhibition dealing with the birth and early development of the culture that colored all others in the Middle East, as China did in the Far East, has yet to see the light of day.



An Achaemenid bronze lion, late sixth to early fifth century B. C., projects the stylization known from the Persepolitan bas-reliefs; Elamite bronze statue of Queen Napir-Asu, 14th century B. C., recovered from the remains of a temple.



# Impressionist Treasures Prepare to Meet the World

By Lawrence Malkin

HILADELPHIA Imagine stumbling into a King Tut's tomb of Cé- xx zannes, Renoirs, Matisses, and many, many more of the world's Impressionist masterpieces. There they hang before your imazed eyes. But until very recently hardly anyone was able to see them, under the terms of the will of their collector, Dr. Albert C. Barnes, a cantankerous American

of rare trees in a neighborhood of million-dollar houses on the edge of Philadelphia. In the entry hall a visitor confronts Cezanne's painting of five card players, the most complex of the master's treatments of this classic theme. Above it hangs a masterpiece of Seurat nudes, one of only three life-size pointillist paintonly the artist (the others are in Chicago's Art Institute and Lon-don's Tate Gallery). Overhead is a lyrical Matisse mural designed for the Barnes Collection, and across the room is another grand Cezanne. a landscape with nudes.

The 800 paintings crowded into this suburban Uffizi gallery literally climb the walls. There are 171 Renoirs and 57 Cezannes — more than in all of Paris — 54 Matisses, 19 mainly rose- and blue-period Picassos, and 8 van Goghs, as well as the best American collection of Soutines. Hidden in a stairwell is Matisse's Fauve masterpiece, "Bonbeur de Vivre" (The Joy of Living), to which the Matisse family made a special pilgrimage last year before visiting the great retro-spective in New York. The painting like all works in the Barnes Collection, was forbidden to travel.

HE collection was turned into a foundation in 1922 by Barnes, who was the inventor of a nostrum against childhood infections, the rights to which he cannily sold shortly before the discovery of penicillin. He left the collection badly endowed and badly administered after his death in 1951, and it fell into the hands of followers who formed a protective cult. Few visitors were admitted, and color reproductions of the paintings were banned. The paintings existed outside the awareness of the mainstream of the art world. But all this is about to change

because, as with so much else in art, money talks. New trustees have broken Barnes's will. After an aborworks to finance renovation of the obsolete electrical, air conditioning and other facilities, the trustee agreed on a two-year tour for 80

It starts at the National Gallery in Washington on May 2, then moves to the Musée d'Orsay in Paris on Sept. 6, and the Museum of Western Art in Tokyo on Jan. 21,

The Paris and Tokyo museums have guaranteed more than \$7 million to the Barnes Foundation. Exhibitions are also being considered for Germany and Italy before the show returns to Philadelphia. A catalogue of the paintings, for which the museum has received a \$700,000 advance, is being published in English and French.

The French museum's director, Françoise Cachin, still recalls the shock of her first visit to the Barnes Foundation as a student a quartercentury ago, when she had to apply far in advance and wait in line early

ART EXHIBITIONS



De Chirico's "Portrait of Dr. Barnes."

ine admission.

"It was such an extraordinary surprise," she said. "Marvelous art in that strange place, so out of the times, especially when every museum in the world looks like every

Barnes's Paris dealer, Paul Guillaume, recalled being bombarded with Barnes's "indefatigable, insatiable" questions about artists and their work. Guillaume wrote in 1923 that "this extraordinary, democratic, passionate, inexhaustible, charming, impulsive, generous, unparal-leled man" avoided all social calls, parties and official receptions in Paris but "went everywhere, saw everything that the dealers and the artists and the collectors had to show to him."

But like so many Americans who seem to be uncomfortable with mere sensibility, even one as refined as his, Barnes felt forced to rationalize it into a supposedly objective philosophy of art. He dis-tilled educational notions from his friend, the pragmatist John Dewey. and ideas of "significant form" from the English critics Clive Bell and Roger Fry into something he called his "theory of central paint-

hung according to complementary offer help, he seized on it.

in the morning in the hope of gain- tary on the relative value of artisans and artists.

> An autodidact in the American grain, Barnes quarreled with the local art establishment because it ridiculed his great collection at its first exhibition in 1923, before Impressionism became fashionable. He retaliated by dedicating his gallery to "the plain people in shops and factories" and refusing invitations to artists, students, great collectors like Walter P. Chrysler.

Control of the foundation was left under Barnes's will to the trustees of Lincoln University, a black liberal arts college. As the foundation's director, the university in 1990 picked Richard H. Glanton, a plain-spoken corporation lawyer who calls Barnes's educational ideas "hokum" and who is determined to open up the collection in an age when more Americans now visit art museums than go to base-

LANTON spent the first year of his directorship caught in the cross fire between Barnes cultists, whom he forced out and who now are suing him, and which rejected him as an unschooled interloper. When Cachin In his museum the canvases are traveled to Philadelphia in 1991 to

color schemes or compositions, giv-ing only the artist's last name but with academic credentialism and no date or title, and there is no less with social exclusivity undercatalogue. They are studied in spe-cial classes like great, disembodied nouveau riche," Glanton said in a philosophical ideas without refer- recent interview at the collection, ence to their subject matter or even with a de Chirico portrait of Barnes their history. And the walls are looking down on him. If you lis-studded with hinges, locks and other products of the blacksmith's echoes of Albert Barnes's voice as craft in a sort of populist commen- his masterpieces go out to the world.

omme

OR PUB

4 Execu

ROPER

e-Europe

10-2-9



### Met Display Of Drawings

International Herald Tribuni EW YORK - One of the world's great muse-ums of Old Master drawings and engravings is at last lifting the curtain on

In the permanent gallery, which opened on Jan. 13 at the Metropolitan Museum, works will be presented on a rotating basis every two months. Philippe de Montebello, director of the Met, said the idea was to show the works for their own sake, as they might be in a private collection. These are not theme exhibitions."

The intention is underlined by the setting and its decor, grainy beige fabric on the walls, paid brown velves on the floor. The hanging is admirably balanced. with the drawings at eye level, occasionally one above the other.

The current show is stumning. The eye roams from Rubens to Rembrandt, from Michelangelo to Veronese. Recent acquisitions are displayed, such as the study for the head of a woman looking up (Judith) by Guido Reni.

Beyond the drawings, the engravings section has marvelous impressions of famous prints by Pol-laiulo, Piranesi and, among others, three different states of Rembrandt's "Christ Crucified Between

the Two Thieves. The Robert Wood Johnson Jr. Gallery, as it is cumbersomely called, will soon become a celebrated venue among connoisseurs from all over the world.

Souren Melikian

### auction sales

DROUOT RICHELIEU 9, Rue Drouot, 75009 Paris - Tel.: (1) 48 00 20 20.

- Wednesday, 10 February Room 5 at 2 p.m. Hunting & Seamanship. MILLON-ROBERT, 19, rue de la Grange Batelière. 75009 Paris, Tel: (1) 48 00 99 44. Rox (1) 48 00 98 58.

— Saturday, 20 February -Room 9 at 11 a.m. and 3 p.m. A BACCHIC LIBRARY. Collection of KILLIAN FRITSCH. Public viewing only at IOIUMERS: from 11 to 13 February, 10 a.m. to 1 p.m. and 2 p.m. to 6 p.m. From 15 to 18 February, 10 a.m. to 1 p.m. and 2 p.m. on 19 February 10 a.m. to 1 p.m. Catalogue on request at auctioneer's: FF 750, mail order: FF 780, Europe: FF 830, other countries: FF 900. LOUDMER. 7, ruc de Rossini. 75009 Park. Tel: (1) 44 79 50 50. Fax: (1) 44 79 50 51.

### COLLECTOR'S GUIDE

Charming single owner collection contemporary West European post impressionist/expressionist paintings impressionts/expressionts plannings including splendid Arnold Balwes, idanfred Henningers, Amon Lampreches Cocilio Plas, Emile Wauters, Geiger, Rentig, etc. Good background material. Attractive price.

Louise Blackerby Box 1118 Herodon, Virginia 22070, USA

CHOICE QUALITY AND PAREGOLD CONSOFTHEWORLD

STEINBERG'S Numisuadic Gold Specialists Since 1950' P.O. Box1565 Department S Boca Ration, P.L 33429-1565 Tel: (205) 781-3455 Fee: (205) 781-585

### ANTIQUES

**MANHATTAN** ART & ANTIQUES CENTER 1050 2nd Ave. at 56th St. New York. 212-355-4400

The Nation's Largest and Finest Antiques Center. 104 shops and galleries to inverse for Antiques, Silver, Clocke, Jewelry, Furniture, Tiffany & Pairpoint Lamps, Americana, Oriental and African Art. Mon.-Sat. 10:30 - 6, Sun. 12 - 6

and several states and and analysis and a second of the first second second second second second second second

ART DEALERS ASSOCIATION OF AMERICA

FEBRUARY 25TH TO MARCH 1ST, 1993



When sixty-four of the most respected U.S. galleries come together under one roof to sell private selections of their finest works, it's simply the

most important American art event on the international scene. Don't miss The Art Show, at the SEVENTH REGIMENT

ARMORY, PARK AVENUE AT 67TH STREET IN NEW YORK. Admissions benefit the Henry Street Settlement.

FOR FURTHER INFORMATION



CALL THE ADAA 212-940-8925

# FROM RODIN TO SERRA FROM 1"JANUARY TO 21" MARCH 1993



ARMAN NIKI DE SAINT PHALLE JOEL SHAPIRO JONATHAN BOROPSKY MUMMO PALADINO FRANÇOIS-XAVIER LALANNE

JEAN TINGUELY CARL ANDRE ANISH KAPOOR MITORAI JOHN ARMIEDER JAN FARRE SYLVIE FLEURY KIKO MFON DOUGLAS THOMSON DALIBOR STOSIC

TALENE SAGGADA

Route Neneret - 3780 Gstaad - Switzerland Tel: (41) 30-4 55 51 - Fax: (41) 30-4 62 72 MIANU

ELITE FINE ART LATIN AMERICAN ART 3140 PONCE DE LEON BEVD. CORAL GABLES, FLORIDA 33134 PHONE: (305)448-3800

SANTA FE **NAGEN • DEWEY** SANTA FE Quality Old navajo & Mexican Textiles

THE CASE OF THE PARTY OF THE PA

THE STATE OF THE PROPERTY OF THE STATE OF TH

THE CONTROL OF THE PROPERTY OF

。 用以它就不是我的,是一个是是这种,这是我们是这个是一个,我们就是我们是一个,我们就是这个是一个,我们也是我们的,也是是我们的,也是是我们的,我们也是我们的,

PARTIES AND THE PROPERTY OF THE PARTIES AND TH

2000年 大学 のでは、 大学のない

Fidelity International Investor Service To Cut Up To 72% Off Commission On U.S. Trades,

**Cut This Coupon** 

Brokerage Services Limited, 25-26 Lovat Lane, London EC3R 8LL United Kingdom

HE THE WASTERN TO BE THE TOTAL TO SEE TH THE COLUMN TO THE PROPERTY OF 

THE BETTE BY BETTE FEW STRUCKSTONE BY BETTE STATES AND STATES AND

THE REPORT OF THE PARTY OF THE

THE COLUMN TO THE PROPERTY OF THE PROPERTY OF THE PERSONNELS OF TH 

HARD MADE IN THE LEGISLATION OF THE RESIDENCE OF THE PARTY OF THE PART 

ECONOMIC Commerce Marks Tous

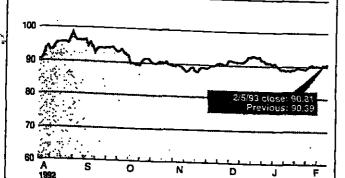
As character of superacter of

The state of the s

Manager State Stat

### THE TRIB INDEX: 90.81

International Herald Tribune World Stock Index ©, composed of 230 internationally investable stocks from 20 countries, compiled by Bloomberg Business News. Jan. 1, 1992 = 100.



The index tracks U.S. dollar values of stocks in: Tokyo, New York, London, and Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Hong Kong, Italy, Netherlands, New Zealand, Norway, Singapore, Spain, Sweden and Switzerland. In the case of Tokyo, New York and London, the index is composed of the 20 top issues in terms of market capitalization. In the remaining 17 countries, the ten top stocks are tracked.

j								
	ia/Pa			Europe	N.	Ame	rica	
App	prox. weigi	nting: 25°	_	pprox weighting: 40%		x. weight		
110 Cks	9: 84.60 P	rev.: 84.	29 Ci	ose. 91.27 Prev 90.60	Close:	96.61 Pre	w.: 96.39	
100		Up 0.37°=		<u> </u>				
90	ok z			Maria		740	~~	
80		<u>~</u> ^	<u> </u>	Up 0.74%			Up .	
70						The state of the s		
60 🚟	(A. V. 1.		· :			3.37		
1992	ON !	DJ 199 World Ind		SONDJF 92 1993	5 1992	ОИС	) J F 1993	
indu	stria			5				
	Frj. close	Prev. close	thange	<del>-</del>	Fri.	Prev.	%, change	
Energy	93.86	93.68	+0.19	Capital Goods	90.64	90.17	+0.52	
Utilities	87.40	87.14	+0.30	Raw Materials	92.90	90.93	+2.17	

Services 104.45 104.38 +0.07 Miscellaneous 94.84 94.47 +0.39 For readers desiring more information about the International Herald Tribune World Stock Por respons treating more automation about the responsibilities index, a booklet is available free of charge by writing to Trib Index, 181 Avenue Charles de Gaulle, 92521 Neutly Cedex, France.

84.90 84.41 +0.58 Consumer Goods

C International Herald Tribune

87.39 87.13 +0.30

### **ECONOMIC SCENE**

### **Commerce Appointment** Marks Tough U.S. Stance

By John Markoff

New York Times Service AN FRANCISCO — When President Bill Clinton announced the appointment of a supercomputer industry veteran, John A. Rollwagen, as deputy secretary of Commerce last Friday, the move alarmed at least one group: the Japanese. The news media in Japan immediately seized on the appointment as fresh evidence of the new administration's hardwine stance on trade issues.

As chief executive of Cray Research Inc., the dominant producer of supercomputers, Mr. Rollwa-

gen has spent several years
Technology is certain jousting with the Japanese government and with computer executives and the news media in Japan, as he has put pressure on that country to open its markets to his company's machines.

Now, after 19 years at Cray Research, the last three as chairman, Mr. Rollwagen is shifting from selling supercomputers to becoming a government policymaker on technology and trade issues. His new role is emblematic of the desire of the administration to sharpen its focus on the relationship among U.S. trade policy, advanced technology development and economic competitiveness.

to acquire greater

importance

Perhaps the clearest sign of Mr. Rollwagen's intentions in his new iob came in a letter to employees announcing his resignation from cray Research. "Whether we like it or not," he said, "our country is in an economic war."

The appointment has been greeted particularly warmly in Silicon Valley, where there has long been concern that the government has been ineffective at supporting embattled high-technology companies facing foreign competitors. Transforming the agency into the "technology powerhouse" that

Mr. Clinton's campaign envisioned in order to build a national system of high-speed computer networks, and nurturing commercial technology development, will require deft leadership from Mr. Rollwagen, a business outsider who must overcome long-entrenched and powerful Washington interests.

Mr. Clinton and Commerce Secretary Ronald H. Brown have both said that they intend to direct the administration's technology policy from the Commerce Department, and that in the future the agency will become more of a player in setting the government's

# Japan's Surplus Masks Weakness

Washington Post Service

TOKYO - For the second time in two weeks, Japan released figures Friday showing that its trade surplus surged to record levels last year. The latest figures, like the earlier ones, appear sure to exacerbate frictions be-

tween Tokyo and its trading partners. But is the rise in the surplus a symbol of Japanese economic might, or is it, as many analysts contend, a symptom of the nation's economic distress?

The question may seem absurd. Most countries would love to report what Japan did on Friday, namely that the excess of exports over imports reached \$132.63 billion last year, up 29 percent, while the currentaccount surplus, which includes such factors as tourism and services, totaled \$117.6 bil-Lion, up 61 percent.

The figures closely tracked data released late last month, which used another definition of the surplus that includes freight and insurance charges on imports.

Japan is the only member of the Group of Seven major industrialized nations to be running a trade surplus. While the others run deficits, Tokyo's latest surplus is its biggest

But the main reason for the increase in the surplus is the recession that Japan is undergoing, according to Japanese officials, independent economists and Western diplomats.

"It's primarily a sign of weakness," said Peter Morgan, economist at Merrill Lynch Japan. "The main factor driving the surplus is the weakness in imports, which in turn is because of the weakness in domestic demand."

Imports, which had risen sharply during the boom years of the late 1980s, fell 2.6 percent last year, to \$198.2 billion. Although Japanese companies are famous

for battling their way out of recessions by launching export drives to compensate for falling sales at home, such a development does not appear to lie behind the latest trade figures, most analysts agree. Japanese exports were up only 0.4 percent

last year in volume terms, which exclude such effects as currency movements and price changes. That was not simply because the world economy was sluggish; global trade increased by an estimated 4.5 percent in 1992.

Toyota Motor Corp., one of Japan's toughest competitors, actually shipped 5,353 fewer vehicles abroad in 1992 than the year before, a decline of 0.3 percent. The drop was concentrated in trucks and luxury cars.

"There is no export drive," said Robert Feldman, chief economist at Salomon Brothers Asia Ltd. He noted that Japan's export volume figures actually grew weaker as the

While the high overall level of the surplus indicates that Japanese companies are maintaining strong international competitiveness. does not suggest that they are gaining significantly in that regard. Nor does the rise the surplus appear to mean that Japan Inc. has revved up its export machine to keep its factories humming

Measured in U.S. dollars, Japanese exports tose an impressive-sounding 7.9 percent last year, to \$330.8 billion. But nearly all of that increase can be accounted for by the 6.3 percent appreciation in the value of the ven. In yen terms, exports rose 1.6 percent.

Japan's surplus narrowed significantly during the late 1980s, hitting a low of \$64 billion in 1990. But that narrowing proved to be based partly on the "bubble" in stock and property prices, which contributed to a surge in imports of such luxury items as German cars and Impressionist paintings.

The collapse in the stock and real estate

markets wiped out much of the appetite for such goods, and the subsequent recession has

# Kodak Cuts: Giving Foreigners a Bad Name?

By Andrew Pollack New York Times Service TOKYO - When Eastman Kodak Co. opened its laboratory in Yokohama in 1988, it was in the vanguard of a movement by U.S. companies to expand research and

The research center was viewed as such a model of how a U.S. company should operate in Japan that former President George Bush planned to make a speech there on his trip to Japan last year, only to cancel when he fell ill at a state dinner.

development in Japan.

Now Kodak is sharply cutting back on its research activities in Japan. The Yokohama laboratory is seeking voluntary resigna-tions from 70 of the 110 researchers and Kodak told eight college students that it had already agreed to hire that it would not have jobs for them.

the perception here that foreign companies are unreliable employers in a nation that values

The moves could contribute to

"It makes it difficult for all the other foreign companies to re-

board and top management.

But Friday, in a clear signal of

cruit," said an electronics industry executive here, adding he was particularly worried about the impact the incident would have on college job-placement officials.

Recruiting has always been one of the most difficult problems of foreign companies here. It is considered less prestigious to work for a foreign company than a major Japanese one. Foreign companies offset that in part by offering able employees more responsibility earlier in their careers and by offering more career opportuni-

And some have tried to appear Japanese in offering security and having largely Japanese staffs. In Kodak's case, virtually all the researchers in Yokohama are Japanese, although the head of the laboratory is an American.

Kodak set up research efforts in Japan in part to develop better products for the Japanese

But it also wanted to monitor Japanese technological developments and tap into world-leading Japanese expertise, particularly in electronic imaging.

# Lord King Bows Out Early at British Air

By Richard W. Stevenson New York Times Service

LONDON — British Airways said that its chairman, Lord King, had stepped down on Friday, five months earlier than planned, and that he had been succeeded by Sir Colin Marshall, the airline's chief

The shift came as British Airways tried to put behind it the fallout from its admission last month that it had sought to undermine its foremost competitor in Britain, Virgin Atlantic Airways, through a series of what Virgin termed dirty tricks. Lord King who is 75, presided

years and led it through its privati-zation by the British government. Along with Sir Colin, who is 59, Lord King, the former John King, built the company into one of the world's most profitable and rapidly

Despite the company's successes British Airways also said it man, the board left open the posiunder Lord King including its re-cent deals to take stakes in the would increase the number of out- tion of chief executive, a title that side directors, who currently make Sir Colin had been widely expected USAir Group and Qantas, its imup half of the 10-member board. It to retain. The company said the age has been badly tarnished by the said no decision had been made on revelations about its aggressive campaign against Virgin. Lord how many outside directors would be added. King has blamed the affair on low-

er-level employees acting without Buruside, the 41-year-old director of public affairs, had left British Airthe knowledge or approval of the ways on Friday. Mr. Burnside had been named in numerous reports in the board's intent to keep a tighter rein on management in the wake of the British press as a key participant rein on management in the wake of in the campaign against Virgin. incident, British Airways said it Lord King said in a statement was giving additional responsibilities to its deputy chairman. Sir Michael Angus an outside director

who is president of the Confedera-tion of British Industry. The com-pany said Sir Michael would be Sir Colin, the primary architect of pany said Sir Michael would be Sir Colin, the primary architect of gin's customers.
responsible for ensuring that a the airline's global expansion over "If you want strong independent element of the the last year, has long been viewed board exists and that executives are as the successor to Lord King.

board had named Robert Ayling, the 46-year-old head of marketing and operations, as managing direc-The company said that David tor, a new post. In a testy exchange with reporters

outside the airline's office, Lord King said his departure had nothing to do with the Virgin affair, in which British Airways paid Virgin and its founder, Richard Branson, \$945,000 in damages and assumed \$3 million that he had suggested to the board in legal expenses. Mr. Branson had that his departure be moved up "in accused British Airways of conductand of using unethical and perhaps illegal measures to win away Vir-

"If you want to make what is a very happy and proper occasion for our board into something different, In elevating Sir Colin to chair- go ahead," said Lord King.

# **Job Losses Cloud** Joy of Lower **German Rates**

By Brandon Mitchener

International Herald Tribune
FRANKFURT — Bundesbank and government officials on Friday welcomed signs of a positive shift in Germany's long-term economic prospects even as a dramatic rise in unemployment made it impossible for them to trumpet any short-term turnaround.

The number of unemployed in all of Germany rose more than 10 percent to 3.45 million in January, from 3.12 million in December, due to winter weather, a weak economy and an expanding labor pool, said Bernhard Jagoda, head of the Federal Labor Office in Nuremberg.

In seasonally adjusted terms, unemployment in Western Germany rose to 2.05 million from 1.98 million, boosting the jobless rate to 8.3 percent from 7.4 percent. In Eastern Germany, the official unemployment rate rose to 15.1 percent in January from 13.9 percent in

December.
The number of short-time workers also increased sharply in West-ern Germany to 858,000 from 650,000, while it declined in Eastem Germany to 237,000 from

The bleak unemployment data came in sharp contrast to hopes expressed elsewhere that an unexpectedly early cut in German interest rates and a moderate wage settlement for public-sector workers would help pull the once-mighty

economy out of its slump. On Thursday, the Bundesbank cut its discount rate to 8 percent and Lombard rate to 9 percent. while Germany's two main publicsector unions agreed to accept a 3 percent wage increase, which amounts to a decline when adjusted for inflation.

Günter Rexrodt, the new German economics minister, said he hoped the rate cuts and the pay deal would pave the way for a turn-

They could also breathe new life into Chancellor Helmut Kohl's ambitions to bring a solidarity pact to a successful conclusion next

month, he said. The solidarity pact, an attempt to unite West German government, labor and business in a commitment to budget cuts, wage restraint and higher investments after years of steady growth, had stalled on the demand by East German states for

"In the last few days, with the agreement by the states and what happened yesterday at the Bundesbank and in the pay talks, many things have become easier," said Mr. Rexrodt. "This would be a very important signal that this society is able to achieve a consensus in a difficult situation."

Hans Tietmeyer, vice president of the Bundesbank, also issued a general appeal for solidarity and said the central bank's interest-rate cuts had been a prepayment for actions by others.

"Germany is currently in a difficult period of adjustment upon which the German and European economies of the 1990s will largely depend," he said. "We can only master this if all the powers that be are willing to cooperate in the cor-

U

ommerc

OR PUBLI

4 Executive

ity Director

e-European

NAL VIEW ard, Philips

3DA Group.

end send it to:

10-2-93

rbune

Mr. Tietmeyer and Helmut Schlesinger, the Bundesbank president, were making the best of what they knew would be a no-win situation. While most of Germany's neighbors welcomed the German rate cuts without reservation, domestic voices were highly critical of the Bundesbank's timing and motivation.

Ursula Engelen-Kefer, vice president of the Federation of German Unions, said the Bundesbank's minimal rate cuts were "fully out of proportion" to the problems in the

See JOBLESS, Page 11

### EC Seeks a Secrets-Keeper

BRUSSELS - Wanted for key EC task, person with brisk telephone manner and ability to say "no comment" to all and any questions including whether own job actually exists. Occasional night work, including weekends.

The EC Commission is about to advertise the job of secretary to the monetary committee. The committee is a group of central bankers and treasury officials that meets regularly - and occasion--under conditions of fate of currencies in the exchange-rate mechanism.

The person, who will replace Andreas Kees on his retirement in the next two months, will have to do his or her best to keep secret the timing and location of even the committee's routine monthly meetings. Emergency gatherings, such as last Sanurday's meeting to devalue the Irish punt, are cloaked in still greater secrecy.

# American Air Weighs Returning Planes to Airbus

NAPLES, Florida - Lossplagued American Airlines is considering returning more than two dozen jetliners to Airbus Industrie and closing two hubs, moves that could lead to big layoffs, top execu-tives of the airline said Friday.

American's chief financial officer, Michael Durham, said the largest U.S. airline would decide by the spring whether to return 25 leased Airbus A300s carrying 30-day can-cellation notices. That decision is part of a re-evaluation of 140 of the aircraft in American's 672-plane

We will very likely become a smaller airline — not overnight, but eventually," said Chairman Robert L. Crandall, who disparaged 1992 as "loosy" and "a truly awful year."

The two executives were attendference for large clients of the bro-kerage firm Lehman Brothers.

Their comments on possible fleet reduction helped the stock of American's parent, AMR Inc., rise \$1 a share to close at \$65.375 on the New York Stock Exchange.

**CURRENCY & INTEREST RATES** 

Mr. Crandall said American flights over to its American Eagle maintenance, cuts in food-and-bevwould not renew any expiring commuter service. leases on Boeing 727s, and 65 of the short-haul jets are not covered by long-term contracts. American also is evaluating an aging fleet of 49 DC-10s, Mr. Durham said.

A decision to retire aircraft would "have personnel impacts almost immediately," Mr. Durham said. The Airbus returns would amount to 3.7 percent of American's fleet, and he said a reduction that large would require well over 1,000 job cuts. AMR employs

98,000 people. A return of the Airbus iets would also constitute a blow for the European aircraft consortium that is Boeing Co.'s top competitor in the supply of commercial aircraft to the world's airlines.

Another tactic discussed by the company to meet the situation was switching to smaller aircraft on less traveled routes or turning some

Last month, AMR announced a record \$935 million loss for 1992, among its employees who come bringing losses since mid-1990 to into contact with customers. Airbringing losses since mid-1990 to \$1.3 billion.

Scrambling to stem the flow of red ink, the airline last year announced plans to cut expenses by \$300 million in 1993. The first part of that plan was the elimination of by fare wars and promotions that 600 management jobs, which lowered costs by \$50 million. Company officials have said an-

other \$100 million could be saved too low. Thus it does not appear that through productivity improvements revenues will rise to satisfactory levand the rest from more efficient els anytime soon."

line executives have said they think such cuts could be counter-productive if they affect customer service.

American's profitability, like that of other airlines, has been hard-hit American itself triggered last spring. Mr. Crandall said Friday: "The bad news is that fare levels remain far

The disarray in the airline induserage service and closing some lmbs. try stretches to nearly all the top American has avoided layoffs carriers. United Airlines parent company, UAL Corp., had a \$957 million loss last year. Other airlines, like TWA and Continental Airlines, are operating

under bankruptcy court protection. a source of annoyance to American, United and Delta Air Lines. In fact, Delta said Friday it had asked the U.S. Department of Transportation to rescind its decision last month approving Air Can-ada's \$235 million investment in

 $\star$ 

×

Instead of shares, buy convertible money used to buy bonds may increase yield and equity profits. All in your own account with major European bank, Complete Privacy, Minimum \$25,000. Agents welcome.

P.S. Portfollo Services S.A. Zumikerstr. 18, 8702 Zollikon/ZH Switzerland Fax: (41-1) 392.03.55

### American Airlines is also considering closing unprofitable hubs in San Jose, California, and Raleigh-Durham, North Carolina. ing a transportation industry con-

MADRID - Finance Minister Carlos Solchaga said Friday that transaction records of the troubled Kuwait Investment Office in Spain had been stolen from government offices.

KIO Spanish Data Stolen

The theft of the computer disks from the Industry Ministry on Thursday night renewed speculation about alleged fraud at KIO's Spanish holding company Grupo Torras, which filed for bankruptcy protection on Dec. 4 with debts of \$2.15 billion. The information on the disks — transaction records from 1988 to the present — is stored elsewhere and has not been lost, Mr. Solchaga said.

He added that no suspects had been arrested. Grupo Torras's new managers have accused their predecessors of falsifying documents, fraud, price-fixing and other irregularities that led to the collapse of the group.

But last week, a Spanish judge refused to accept a criminal suit

enumerating these charges because he said evidence of criminal wrongdoing was insufficient.



**NEWSLETTER** 

A RICH SOURCE OF INFORMATION FOR INDUSTRIAL GROUPS WHO MAKE OR WANT TO MAKE BUSINESS WITH RUSSIA. Bi-monthly Newsletter

• Two Editions : French & English Thematic Issues CALL: 33 (1) 40 08 11 92

or FAX: 33 (1) 40 08 11 89 130, Bd Haussmann 75008 PARIS, Telex: 611 518 \_4 (AP, Bloomberg, Reuters)

\*\*\*\*\*

TRADE. EXPAND OR RELOCATE:

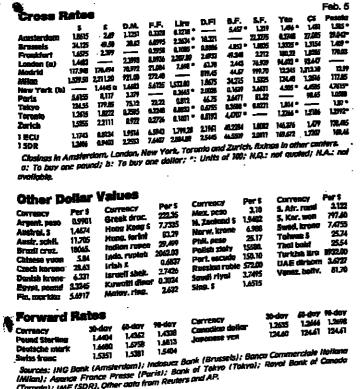
BUILDING PROJECTS: ARCHITECTS, CONTRACTORS, SURVEYORS, COST CONSULTANTS, ESTATE AGENTS, INSURANCE ETC. RELOCATION: PROPERTY ADVISORS, LEGAL ADVICE, REMOVALS, MARKETING, PR, CORPORATE DESIGN, PRINTING, EXEC. SEARCH ETC. EXPANSION: TAX ADVICE, MANAGEMENT CONSULTANCY, MERGERS AQUISITIONS, FINANCIAL ADVICE.

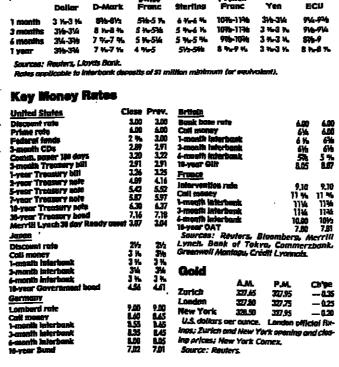
CHARGE, (EXCEPT FOR MODEM USERS) THE POSSIBILITY TO ACCESS, IN VARIOUS WAYS, DIRECTLY FROM YOUR OFFICE TO ANY SERVICE, PROFESSIONAL OR TRADE ALL OVER EUROPE.

STOP AND THINK! WHAT YOU NEED IS THE

**DIAL LONDON 44 71 403 4777** FAX 44 71 403 7410 MODEM 44 71 403 7385

EUROPEAN **BUSINESS** 





# **Employment Data** Leave Dollar Flat

Compiled by Our Staff From Dispatches

fresh optimism about the economic data were quite healthy figures, it outlook, traders said. investors who had ridden the 6

### Foreign Exchange

the Deutsche mark since the beginning of last week were encouraged to cash in those gains when the employment report provided no fresh news, analysts said.

The dollar crept down to 1.6550 DM in late London trading from 1.6558 on Thursday. The U.S. currency softened to 1.5294 Swiss francs from 1,5325 and to 5,5610 French francs from 5.6375. The pound firmed to \$1.4475 from

The yen continued to benefit from huge trade flows in its favor, and the dollar dropped to 124.375 yen from 124.67 on Thursday.

"The dollar's run into some prof-LONDON — The dollar slipped it-taking, which is not surprising giv-Friday in Europe as news of a en the recent steep run-up," said 108,000 rise in U.S. nonfarm pay- Julian Callow, economist at Klein-rolls in January failed to inspire wort Benson. "While the payrolls

showed nothing new to the market." David Brown, chief economist in percent rise of the dollar against London at Tokai Bank, commented: "The data were consistent with stable but muted growth and the market wanted more.

Of more interest to the dollar in the longer term was Friday's release of Germany's January employment report, which was tremely weak" and will push the mark lower, Mr. Callow said. Seasonally adjusted West German unemployed rose 68,000 in January.

Back-to-back with very moderate German wage settlements everything seems to be going in the right direction for the Bundesbank to ease further," Mr. Callow said. After Thursday's rate cuts, another German discount rate cut is possible within eight weeks, he said. (Bloomberg, Reuters)

### JOBS: Pace of Growth Looks Weak

### (Continued from page 1)

ductive sectors, including 34.000 net new manufacturing jobs. This may have been exaggerated somewhat, however, by 45,000 new automotive jobs that were the result of shifts in seasonal work patterns. But 37,000 construction jobs

were lost because a number of factors coincided: abnormal winter rainstorms in California, colder

### N.Y. Stocks

weather elsewhere after several mild winters, and the end of the Stock Prices Finish Mixed initial cleanup after Hurricane An-

Beyond these one-month numbers lies a story of increasing productivity for the United States that was bought at a wrenching cost in corporate reorganization that shows up in leaner work force. To focus on durable goods alone, production workers now put in a total of 1 percent fewer hours than they did in 1982, and during the following decade total industrial production rose about 20 percent.

No one knows if last year's 2 percent productivity gain is permanent, but it is 100 percent better than the latter part of the decade. Its effects are bound to be transmitted around the world through competition in goods ranging from cars to computer programs and in

services from airlines to tourism. "The Europeans' recovery may lead to them cutting their corporate bureaucracies and administrative Chief Executive John Smith said overheads just as we did in order to adapt." said Ms. Freedman. "If you are not changing your product and your system, you are dead, like General Motors

David Wyss of DRI/McGraw Hill, said: "This is the lesson of the last recovery for Europe, and it will be the lesson for this one, even in lapan. Employment gains will be hard to come by, and manufacturing will not be a major job creator because it is migrating south to places like Brazil and Southeast Asia. The new jobs are in hightechnology areas like pharmaceuticals and information technology Europe has not come to terms with this and is still trying to protect its

While the Dow advanced to a record, the broader market ended lower Friday as signs of economic expansion in the United States sparked demand for large companies expected to benefit the most,

old industries.

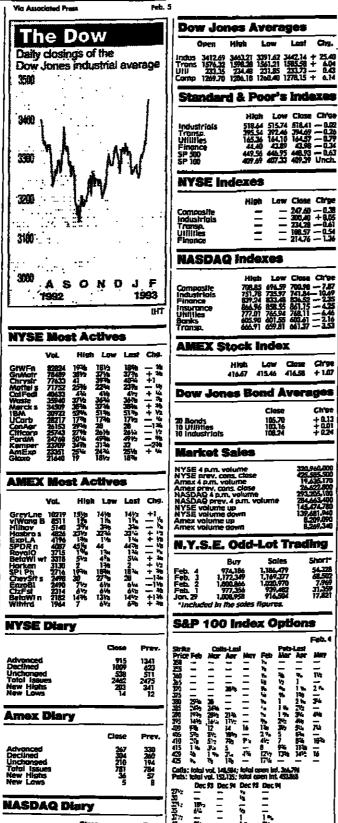
Bloomberg Business News reported. Declines in the beliwethers Amgen Inc. and Intel Corp. pulled the over-the-counter market from Thursday's all-time high. A late upswing in Microsoft Corp. narrowed the losses in Nasdaq issues. The Standard & Poor's 500 index closed

topped advancers by a 9-to-7 mar-gin on the New York Stock Exchange. Volume totaled 318 million shares, after 346.5 million Thurs-

losses from North American opera-

Declining common stocks

Great Western Financial fell 4 to 18% after block trades tied to the company's next dividend payment. General Motors rose ¼ to 38 after tions narrowed in the fourth period. Chrysler, up 11/2 at 40%, contin-

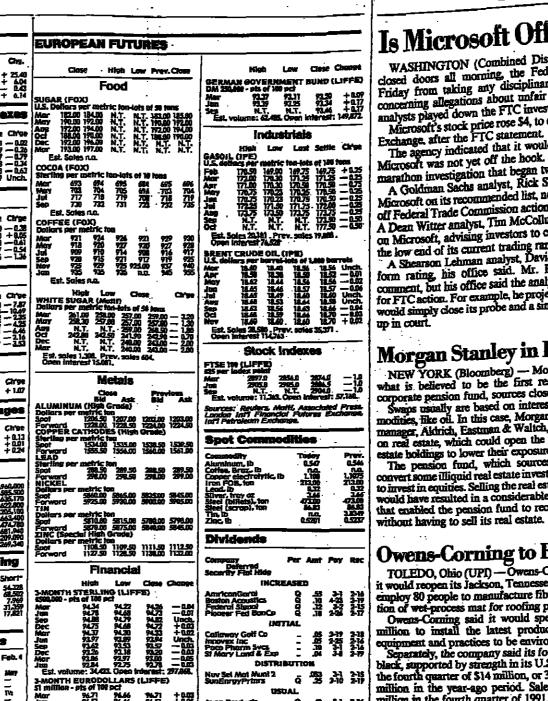


### Oil Prices Lose Steam Again Compiled by Our Staff From Dispatches

LONDON - Oil prices ended the week slightly lower as Kuwait

staked a claim Friday to a bigger share of OPEC output and as profit taking took the wind out of Thursday's rally. The price of West Texas Intermediate crude fell 9 cents to \$20.21 while futures for North Sea Brent blend slipped in London by a few cents to about \$18.50 a barrel late Friday.

The Kuwaiti oil minister. Ali al Baghli, said he expected an agreement at the OPEC meeting scheduled to start in Vienna on Feb. 13 because Kuwait was continuing to increase production. It is rebuilding its oil industry after destruction during the Gulf War. (Reuters, Bloomberg) ued to attract investors after the sale of 46 million common shares.



# U.S./AT THE CLOSE

# Is Microsoft Off the Hook?

WASHINGTON (Combined Dispatches) — After meeting behind closed doors all morning, the Federal Trade Commission retrained closed from taking any disciplinary action against Microsoft Corp. Friday from taking any disciplinary action against Microsoft Corp. Friday from taking any disciplinary action, while three financial concerning allegations about unfair competition, while three financial concerning allegations about unfair competition. analysts played down the FTC investigation.

Microsoft's stock price rose \$4, to close at \$89 on the New York Stock Exchange, after the FTC statement. The agency indicated that it would meet again on the issue and that line agency manufactor that he work Microsoft has been the object of a Microsoft was not yet off the hook. Microsoft has been the object of a

marathon investigation that began two-and-a-half years ago.

A Goldman Sachs analyst, Rick Sherlund, said the firm was keeping Microsoft on its recommended list, noting he expected investors to sing off Federal Trade Commission actions short of splitting up the company A Dean Witter analyst, Tim McCollum, said he restgrated his buy thing. on Microsoft, advising investors to continue to accumulate the stock of the low end of its current trading range of the mid-80s to low 90s.

A Shearson Lehman analyst, David Readerman, repeated his carpeter form rating his office said. Mr. Readerman was not available for form rating his office said. Mr. Readerman was not available for comment, but his office said the analyst had evaluated various sciences. comment, but ins office said the analysis of FTC action. For example, he projected a 50 percent chance the agency for FTC action. For example, he projected a 50 percent chance the agency would simply close its probe and a similar chance that the case would end would simply close its probe and a similar chance that the case would end (NYT, Bloombay).

### Morgan Stanley in Property Swap

NEW YORK (Bloomberg) — Morgan Stanley & Co. has completed what is believed to be the first real-estate swap with a major U.S. corporate pension fund, sources close to the transaction said Friday, Swaps usually are based on interest rates, currencies, equities to commodities, like oil. In this case, Morgan and the pension funds investment manager, Adrich, Eastman & Waltch, put together a complex swap hased on real estate, which could open the way for other funds with large real estate, buildings to lower than expectate to the week consider the large real estate holdings to lower their exposure to the weak property market The pension fund, which sources declined to identify, wanted to convert some illiquid real estate investments into funds that could be used to invest in equities. Selling the real estate, appraised at about \$20 million, would have resulted in a considerable loss. So Morgan developed a swap, that enabled the pension fund to receive the return on an equity index

### Owens-Corning to Reopen Plant

TOLEDO, Ohio (UPI) — Owens Corning Fiberglas Corp. said Finday it would reopen its Jackson, Tennessee facility in April 1994 and initially n would reopen its Jackson, Tennessee faculty in April 1994 and initially employ 80 people to manufacture fiberglass strands used in the production of wet-process mat for roofing products and other applications.

Owens-Corning said it would spead between \$30 million and \$40 million install the latest production technology and incorporate equipment and practices to be environmentally suffer. equipment and practices to be environmentally safe.

parately, the company said its fourth-quarter results moved into the black, supported by strength in its U.S. operations. It reported a profit in the fourth quarter of \$14 million, or 33 cents a share, after a loss of \$529 million in the year-ago period. Sales rose to \$734 million from \$687. million in the fourth quarter of 1991.

### For the Record

U.S. consumer installment credit scared at an annual rate of 4.1 percent in December to \$725.9 billion, the Federal Reserve Board reported Friday, as consumers borrowed heavily to buy cars. It was the fastest rate in nearly two years and the fourth straight monthly rise. For the year, consumer credit was down 0.3 percent. That followed a 1 percent drop in 1991, the first since 1958, and a 2.6 percent gain in 1990.

National Steel Corp. said it had filed for an initial public offering of 10 unition shares, plus an overallotment option of 15 percent, of a new class B common stock. Seventy percent of National Steel is controlled by NKK Corp. of Japan. After the offering, NKK will still control a majority

### **U.S. FUTURES**

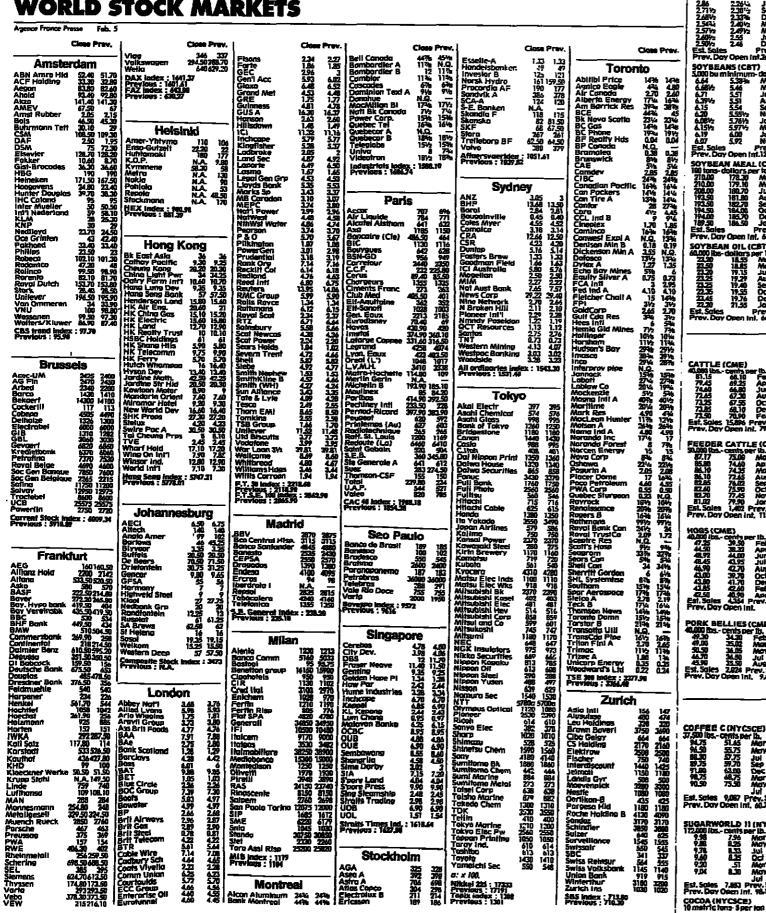
Sonal inc Synalloy Corp Unid Missori Bash Universal Corp Universal Corp

LONG GILT (LIFFE) 150,000 - pts & 32ods of 100 pc

### Season Season High Low Mor 93.31 93.46 Jun 93.30 93.24 Sep 92.97 93.32 Dec 92.74 92.89 Grains (CBT) MEAT (CBT) dollars per bushel Mar 366% 348% May 348% 3.2 Jul 119 121% Sep 1234 124% Dec 123 324 Jul 1997 324 Jul 1998 1428 ORANGE JUICE (NYCE) 2844 239 Msy 22014 22014 22014 22014 22014 23014 23014 25014 23014 25014 23014 7637 Jun Ed. Soies Prev. Soie Prev. Day Open Int. 23,269 GERMAN MARIK (IMM) Sper mer. 1 pobri equals 37 725 574 Mar 725 589 Jun 720 0813 Sep 740 560 Sep Edt. Soies Prev. Soil 2.38% 2.45 2.50 2.53% 2.47 HI GRADE COP! 25.000 Disc-cents p. 114.00 92.00 114.00 92.00 111.20 92.00 111.20 92.00 110.10 92 5.65% 5.68% 5.72% 5.74 5.75 5.81% 5.89 5.95 6.03 5.88 177.40 176.40 180.20 181.10 182.08 183.26 183.20 185.20 -1,90 -2,20 -1,99 -1,70 -1,50 -1,50 -2,30 Prev. Day Open Int. 48.25 SILVER (COMED) 5000 trov oz., canta per trov 37.8 36.0 Mor 37.8 36.0 Mor 37.8 36.0 Mor 47.3 36.0 Mor 47.3 36.0 Mor 48.5 37.6 Sep 442.0 32.0 Jon 449.5 37.6 Sep 442.0 32.0 Jon 449.5 SELD Mor 3451 3472 3472 3704 3704 3714 3714 3813 3813 3813 COTTON 2 (NYCE) S0,000 lbd, Centris per lb. 67,00 lbd, Centris per lb. 67,00 lbd, Centris per lb. 64,25 20,15 May 62,26 63,16 64,25 20,15 May 62,26 63,16 64,25 20,15 May 62,26 63,16 64,25 20,15 May 62,16 63,16 64,25 20,26 May 62,27 63,16 64,25 64,25 May 83,90 63,16 64,25 64,25 May 83,90 64,17 64,25 64,25 May 83,25 off-607 HEATING OIL (NYME) 42,005 out-centris per soil 64,25 64,25 May 84,25 57,25 64,25 64,25 May 84,25 May 84,25 64,25 64,25 May 84,25 64,25 64,25 May 84,25 64,25 64,25 May 84,25 64,25 64,25 May 84,25 361.0 371.5 372.5 375.0 371.0 371.0 382.0 368.0 374.5 374.5 374.5 374.5 374.0 374.0 372.0 61.95 62.70 63.35 62.95 61.67 62.50 63.50 207 256 236 256 237 257 257 257 257 257 272 257 273 257 273 275 275 275 275 275 275 275 29.36 29.62 20.84 20.97 21.00 21.04 21.13 21.20 +20 +20 +20 +20 +20 +20 CATTLE (CME) 40.998 lbs.- cards n 81.15 ds.10 77.45 ds.25 74.46 ds.25 74.46 ds.26 77.45 ds.10 77.45 ds.10 77.45 sc.10 77.90 pen le Feb Apr Jun Aug Oct Dec Feb 77.75 78.15 73.05 71.50 72.15 72.65 72.05 **80.37** 73.10 77.17 72.05 73.02 72.05 90.57 70.55 71.60 72.67 72.67 72.60 72.67 FEEDER CATTLE (CME) \$0.000 0ba- cents per les. \$7.17 | 73.00 | Mor & 65.00 74.50 | Mor & 65.00 | M 84.77 83.45 82.65 82.10 81.35 81.35 81.37 \$5.15 \$2.95 \$2.95 \$1.40 \$1.40 \$1.40 \$1.316 \$257 84.87 82.57 82.58 81.58 81.50 81.10 84.77 82.65 82.10 87.95 87.15 81.00 Feb Apr Aun Jul Aug Oct Dec Feb PORK BELLIES (CME) 48,000 bs.- cents per ti, 49,00 34,30 Feb 49,00 35,02 Mer 50,50 36,05 Mer 44,70 34,50 Jul 45,90 35,90 Aug Est. Soles 2,000 Prev. Sor Frev. Dor Open int, 9,48 35,60 35,85 36,05 36,35 37,20 37,40 37,40 37,45 34,20 36,20 dies 2,057 4 up 14 35.49 35.49 37.65 37.65 37.65 107-14 104-7 165 103-20 162-37 102-14 108-11 107-3 105-38 104-22 162-19 107-22 108-3 99-14

がままれている。 ではないできる。 ではないできる。 94.75 94.75 95.12

### **WORLD STOCK MARKETS**



صكدا من الاعل

Rer ib.
Mor
Mor
Sep
Dec
Mor
Mor
Mor
Prev. Sa
Int. 60,775

ii (NYC) per Ib. Mor May Jul Oct Mor May Jul Frev. Sale 1. 98-192 8.15 8.49 8.49 8.49 8.59 129 159 157 157

60.70 65.35 67.35 67.30 74.30

Bully

5

۲.

100

General Maria 

12

elen minimi nin in

SP COMP. INDEX (CME)

points and certis
49.59 War 441.85 49.25 447.95 4
49.59 W1.80 Ind 449.90 49.25 447.95 4
49.59 W1.80 Ind 449.90 49.59 447.95 4
49.50 W1.80 Ind 449.90 49.59 447.95 4
49.50 W1.80 Ind 449.90 49.59 447.95 4
49.50 W1.80 Ind 449.90 49.90

# ConsiderThe Slavic onnection , By William Plati

200

100

المستدرين المستون المستون المستون المستون المستون المستون

# Bully on the Block: New German Issues

By Brandon Mitchener International Revald Tribune
FRANKFURT — While the rest of the world focused Friday on the kinder, gentler Bundesbank, many German financial institutions pon-

dered the impact of the imminent arrival of a new Bully in town. Short for Bundesbankliquiditätspapiere, or Bundesbank liquidity paper, with maturities of three, six and nine months, the Bullies were unveiled Thursday along with a cut in German banks' minimum reserve requirements.

Analysts said the two technical moves, which the Bundesbank in fact considered more important than its minimal interest-rate cuts Thursday, represented a bold if belated change that would both strengthen the profitability of German banks and help stem the flow of local savings to foreign 12x shelters such as Luxembourg

"We wanted to make it less lucrative to leave the German market," said Johann Wilhelm Gaddum, the Bundesbank governor

responsible for credit markets. Effective March 1, the Bundesbank will require German banks to keep only 2 percent of their deposits on reserve in noninterest-bearing accounts at the Bundesbank, down from an average of 4.5 percent currently.

The Bundesbank still regards the minimum reserve requirement as a useful, if blunt, tool for managing domestic money market liquidity.
"We wanted to keep the burden meaningful without being such a problem that there is an incentive to get around it," said Mr. Gaddum.

Jacob and Wilhelm Grimm, the famous fairy tale collectors who grace the Bundesbank's new 1,000-Deutsche mark bills, had become hot items last year as German investors filled suitcases with an esti-

(Continued from first finance page)

mated 50 billion DM (\$30.3 billion) in cash to deposit in Luxembourg

and other foreign financial centers. In addition to allowing German investors to evade a new tax on interest income that went into force on Jan. 1, banks in Luxembourg and elsewhere in Europe offer a higher return on deposits because

they have no minimum reserve re-The Bullies, which were made possible by a regulatory change last November, are the Bundesbank's means of mopping up the roughly 32 billion DM expected to enter the money markets when banks free some of the funds currently deposited as minimum reserves.

Ulrich Beckmann, an economist at Deutsche Bank Research, said the change "gives the Bundesbank a slightly longer-term arm in managing money markets" and also marks "a substantial improvement" in the international competitiveness of German banks.

Although bank shares gained Friday on investors' expectations that this increased flexibility would translate into higher profit, Mr. Gaddum said he hoped banks would pass their savings along as higher interest rates on customers'

Mr. Gaddum said the Bundesbank would initially offer up to 25 billion DM in Bullies in lots of 100,000. It is not yet clear whether expiring Bullies would automati-cally be rolled over, he said.

It also was not immediately clear what meaning the changes would have for the possibility of money market funds, which are currently illegal in Germany. Mr. Gaddum said the Bundesbank might reconsider its opposition to such funds, which make money market liquid-ity less predictable and therefore

### **Dutch and British Seek** A Rescue Plan for DAF

Compiled by Our Staff From Dispatches AMSTERDAM - Dutch and British administrators held their

first joint talks on Friday to see what they could do to attempt a rescue of the truckmaker DAF NV.

The court-appointed administrators were expected to take several weeks to work out a plan, which is likely to involve the loss of many of the 12,650 jobs at DAF's Dutch, Belgian and British plants.

A DAF spokesman said the administrative receiver John Talbot met his Dutch counterparts Louis Deterink and Friso Meeter for

exploratory talks at DAF's Dutch headquarters in Eindhoven. The spokesman said no further public announcements were planned for DAF sought protection from its creditors earlier this week. Operations in the Netherlands and Belgium were secured Thursday when banks and the Dutch government provided a loan of 60 million guilders (\$32.1 million). Production also has continued, at

Britain, however. Instead, it was seen as concentrating on making and selling medium- and long-haul trucks elsewhere.

The union officials said that Leyland DAF, plus a DAF van joint venture with Renault SA of France that has production facilities in

reduced levels, at the factories of DAF's British unit, Leyland DAF.

Dutch union officials said that DAF was likely to pull out of

Britain, would be scrapped or require new investors.

Leyland DAF employs 5,500 workers.

The Leyland, Lancashire, plant that produces the new DAF 45 series of light trucks, employing 1,300 people, is the most profitable of DAF's British operations. Union officials said it had the best chance of stroying although as a confidence of stroying although a confidence of stroying and stroying although a confidence of stroying a s chance of surviving, although as a smaller unit. (Reuters, Bloomberg)

### Fokker's Stock Is Buoyed By Hope for DASA Deal

AMSTERDAM - The stock of Fokker NV surged on Friday ecause of hopes the Dutch state will act to ensure the success of the sale of a 51 percent stake to Deutsche Aerospace, dealers said. Fokker's stock rose 1.90 guilders to close at 10.60 guilders (\$5.70), 21 percent increase.

Newspaper reports said the government, worned by political pressure over potential job losses at DAFNV, was likely to agree to a ower price sought by DASA rather than risk new job losses if the German company abandons the deal and Fokker does not survive. DASA, part of Daimler-Benz AG, in October agreed to pay 37 juilders a share, or about 800 million Deutsche marks in total, for the state's 31.8 percent stake and an issue of new shares.

But the deterioration in the market for airliners and the delay in getting a deal signed led to worries that DASA was on the verge of pulling out unless the cost was cut.

### From Glasgow to Dijon: Nestlé Turns the Tables

LONDON - Scottish business

and political circles sounded the alarm Friday when the Swiss-based multinational Nestle announced it would indirectly shift some of its production from a factory in Glasgow to Dijon, France.

The move was seen as highly ironic following the uproar sparked by last week's decision by Hoover Co. to stop making vacuum cleaners in Dijon and instead boost its operations in Scotland. Trade unionists and politicians

denounced Nestle's move, saying it pointed to the urgent need for Britain, and hence Scotland, to adhere to the EC Social Charter to stem a tide of job transfers around Europe. The major Scottish newspapers

also assailed the move, with the Glasgow Herald expressing its "shock and disgust,"

A total of 550 jobs will be at risk at the Glasgow facility as Nestlé transfers production of its Lion

England, to Dijon and as the Newcastle facility takes over the work of the Glasgow site.

صكذا من الاعل

A union spokesman said claims by Prime Minister John Major that opting out of the Social Charter would attract jobs to Britain were "nothing but hogwash."

A spokesman for the Scottish Nationalist Party, Alex Neil, said that an "independent Scotland would sign up" for the Social Charter, giving workers "greater protection against firms like Nestle." In Dijon, meanwhile, the shop committee of the Hoover factory

said it would meet Wednesday to discuss the upcoming loss of hundreds of jobs there. Employees at the plant ended a

work stoppage Thursday morning at the unions urging because of the financial problems it might have created for some workers.

The mions hope that a buyer for

### Frankfurt **Paris CAC 40** FTSE 100 Index 1500 S O N D J F 1992 1993 2200 S ON D J F 1993 Friday Close % Change Exchange Index Prev. Close **CBS Trend** 97.70 95.90 +1.88Amsterdam Brussels Stock Index 6.009.34 5,918.89 +1.53 Frankfurt 1,641.37 1,601.61 +2.48 Frankfurt FAZ 643,00 630.27 +2.02 Helsinki HEX 900.98 881.39 +2.22 Financial Times 30 2.218.60 2.218.90 -0.01 London 2,865.90 Loridon **FTSE 100** 2.862.90 -0.10Madrid General Index 1,104.00 +1.36 1.854.38 CAC 40 +2.90 1.039.82 Stockholm 1,051.61 +1.13 Affaersværiden Vienna Stock Index NA N.A. Zurich 713.80

**Investor's Europe** 

### Finland's Slump Exceeds Decline of Depression Years

HELSINKI - Finland's economy, burt by the breakup of the former Soviet Union, has shrunk more in the last two years than it did during the Great Depression of the 1930s. officials said Friday.

Official preliminary figures showed that gross domestic prod-uct fell 3.5 percent in 1992 after dropping 6.4 percent in 1991, the Central Statistical Office said. Economists said the collapse of

trade with the former Soviet Union, the end of a 1980s boom and oversupply in the world forest-ry industry all contributed to the

shrinking of Finland's economy. Heikki Salmi, acting chief of the statistical office, said the 10 per-

cent contraction in the past two years was an even worse performance than during the Great Depression, when the decline in gross domestic product over the three years from 1930 through 1932 was slightly less than 5 percent. "Estimated only in the cold light

of statistical figures, the economy's recession seems to be even deeper and longer than the recession of the 1930s," he said.

Looking toward 1993, Mr. Salmi said that "a negative GDP development for the third year in a row is probably not ruled out."

Earlier this week, Finland began talks on joining the European Community with 1995 as the target

### Very briefly:

 Petrolina SA announced plans to halve its dividend after reporting that group net profit plunged 72 percent to an estimated 4.6 billion Belgian francs (\$134 million), due to low margins in refining and petrochemical operations and poor returns from U.S. operations.

• Russia created a State Investment Corp. with an initial capital of more than \$1 billion to stimulate foreign and domestic investment; it will have an additional \$50 million, plus 200 billion rubles (\$350 million), to guarantee the security of foreign investments.

Poland posted a trade surplus in 1992 equivalent to \$510 million, a sharp increase from \$51 million in 1991, the central bank reported.

• Hangary's gross domestic product fell 12 percent in 1991 to 2,3 trillion forints (\$27.8 billion), with output of large companies falling 16 percent and that of small ventures rising 4.7 percent.

• The EC Commission approved the takeover of Etablissements Catteau SA, a French supermarket chain, by Tesco PLC, the British retailer.

Roussel-Uciaf said net profit for 1992 had risen 72 percent to 1.03 billion French francs (\$183 million), while sales climbed 3.2 percent to Klöckster-Werke AG said Jürgen Grossmann, chairman of its two steel

divisions, had stepped down in order to enter talks with the group about buying one of them, Klöckner Edelstahl GmbH. Bloomberg, AP. AFP, Reuters

### Call for Rapid Action in Russia

Compiled by Our Staff From Dispatches

MOSCOW -- Prime Minister Viktor S. Chernomyrdin warned members of Russia's divided government and parliament Friday that the time for steady reforms had ended and that urgent economic steps were needed.

"The time for gradual changes has passed," he said at a high-level conference that opened in a bid to end months of haggling over the course of economic reform. The meeting recalled the medieval Russian practice of assembling leaders in times of national crisis.

The results of the first year of reforms does not give us any basis for optimism," the prime minister said, adding that "it would be useless to try

### EC Stimulus Package Faces Delay

BRUSSELS - A package to boost economic growth in the European Community has been delayed, Henning Christophersen of Denmark, the commissioner for economic and financial affairs, said Friday.

Mr. Christophersen said last month that the measures would be announced at the Feb. 15 meeting of finance ministers, but was less optimistic on Friday. The initiative was announced at the December summit meeting in Edinburgh. The Commission has already set up the socalled Edinburgh facility to lead a total of 5 billion European currency units (\$5.9 billion) over the next two years for infrastructure projects.

### To our readers in Berlin You can now receive the IHT

hand delivered to your home or office every morning on the day of publication Just call us toll free at 0130 84 85 85

Some other critics, however, sug-gested that the Bundesbank had main our priority task," he said. committed an act of treason by Peter Pietsch, an economist at German economy. She specifically cited the new unemployment statis-tics and said the Bundesbank had nearly throttled the German economy with its tight monetary policy. uary was up 4.4 percent on an an- rate will remain too high for the nual basis, and is expected to aver- Bundesbank to accept, but it is age 3.5 percent for all of 1993.

Mr. Tietmeyer, giving a speech in Mainz, admitted it was "too early to give the all-clear" on inflation. "Curbing the present rate of infla-

cutting rates to help the rest of Commerzbank AG in Frankfurt, Europe while German inflation, said the Bundesbank had neither the central bank's mortal enemy, forsaken its tight monetary policy continues to rage. Inflation in Jannor its credibility. "The inflation

> coming down, and money supply growth is slowing down, too," Helmut Geiger, president of the Association of German Savings Banks, noted that the size of the

JOBLESS: German Unemployment Surges, Dampening Joy of Rate Cut

the smallest in its history, showed that it was still concerned about inflation. "The Bundesbank was showing that it is ready to cut more if others do their part," he said. Mr. Geiger, who is also the presi-

dent of an association which protects the interests of people with small savings, said "the greater danger to small savers now comes more from the federal government, taxes rise, than from inflation." The government has proposed several new taxes for the next several years to help pay the bill of remifi-

### MARKETS: Rate Cuts Hailed

Management of the second of th cut its overnight lending rate to
11.625 percent from 11.938 percent. But he did not indicate when trouble appears," he said, referring the central bank's main interven- to central bank intervention on be-

(Continued from page 1) speculators pay," he said. "They to its strongest level in months, at 3.8144 to the mark. The krone had lose." Ireland's central bank effectively

reduced money market rates Friday by a quarter point, to 13.75

Some market analysts were skeptical that the new currency calm would last, though.

"What the Bundesbank has done just puts a sticking plaster on the European exchange rate mechanism, said Julian Jessop, an economist at Midland Global Markets. Countries are still worried about their currencies, even those like Italy that are outside the ERM."

Sir Leon Brittan, vice president of the EC Commission, said Friday in a BBC television interview that the currency grid would benefit from two changes.

"The first is the acceptance that realignments are not something that are a sign of defeat or a lack of loyalty to the system, but a part of the system," he said.

half of currencies under attack. (Reuters, Bloomberg, AFP)

**AUSTRALIA FUND** 2, boulevard Royal, Luxembourg

### CONVENING NOTICE

Notice is hereby given that the Extraordinary General Meeting of shareholders of AUSTRALIA FUND ("the Fund") shall be held at the registered office on February 15th, 1993 at 11.30 a.m. for the purpose of considering the following agends:

Shareholders are advised that the meeting to be held requires a quorum of 1/2 of the shares issued and decisions on the agenda, in order to be validly taken, require a majority vote in favour of such decision of 2/3 of the shares represented at the Meeting.

If the quorum is reached and the resolutions are passed, repurchase of shares in AUSTRALIA FUND will cease with effect from the date of the Meeting and repurchase orders will be accep-If the quorum is not reached, the Meeting will be reconvened for

March 5th, 1993 with the same agenda. In such case, reparchase requests will be accepted until March 4th, 1993.

In order to be represented at the meeting of February 15th, 1993, owner of bearer shares will have to deposit their shares five clear days before the meeting at the registered office of the company or with Banque Internationale à Luxembourg, 2, boulevard Royal,

Deutschemark interest rates US economic recovery The Japanese trade surplus The Balkan crisis Chaos in Kinsbasa news events which affect all our lives.

Shouldn't you be following them daily in the IHT?

Subscribe 48% off the newsstand price CALL US TOLL-FREE IN FRANCE: 05 437 437 GERMANY: 0130 848585 SWITZERLAND: 155 57 57

5,600 3 3,200 13,000 3 7,100 3,400 325 1,500 1,760 7,100 1,900 Belgium Denmeris Aniend Germany (mail) -" hand delivery Sri. 220 (5.49) Lire 450,000 250,000 lan'y 7,196 Esc. 45,000 25,000 Pas. 45,000 25,000 Spein 25,000 -" hand dally. Madrid 13,750 S.IC. 2.900 SE S.IC. 3.300 SE S.F. 600 SE S 630 S Swedyn (altarell) 345 For Machic, hand-delivery is available by morning, but without the free leaves.

Yes, I want to start receiving the IHT. This is the subscription term I prefer (check appropriate baxes): 12 months (364 issues in all with 52 bonus issues). 6 months (182 issues in all with 26 bonus issues). 3 months (91 issues in all with 13 bonus issues). My check is enclosed (payable to the International Herald Tribune).

☐ Please charge my: ☐ American Express ☐ Diners Club ☐ VISA ☐ MosterCard ☐ Eurocard ☐ Access EXP. DATE.... O Mr. O Mrs. O Mes FAMEY NAME\_ PERMANENT ADDRESS. [] HOME [] BUSINESS\_

COUNTRY\_

This offer expires March 31, 1993, and is excitable to new subscribers only.

A STANKE A STANKE

leturn your completed coupon to: Subscription Manager, Herald Eribune

omme

4 State

4 Execu PROPER

e-Europe NAL VIE ard, Phili

onal Cha 3DA GIO

nd send il

OR PUB Membe

# EAST: The \$400 Porcelain Cup, or the Story of Germany's Bottomless Pit

Mr. Tassin and the prince. They arrived in Prince Alexander's ancestral home region ready for a challenge. They knew the phones did not work. They knew the economy did not work. They knew even the workers did not work. But they were confident they could turn it around, and the Trenhand agency proudly displayed the pair as the kind of investors whose cash and

ny's next economic miracle. Once a world-renowned maker of pieces collected from New York to Moscow, Saxon Porcelain was nationalized under Communist rule. The new investors found a bloated administration, lax production schedules and a work force

creativity would produce Germa-

of 150, including dozens of highly skilled craftsmen. Mr. Tassin hired engineers from Limoges, fired excess office workers and gradually trimmed the staff by nearly one-

in those days, the workers were betting on Mr. Tassin. They had no other horse. And the French investors did improve conditions. They installed heating in the workshops, where workers had to wear gloves in wintertime under Communist management. Mr. Tassin put in fluorescent lighting so workers could see what they were doing in the long, dark winter afternoons.

But after investing \$2.3 million, Mr. Tassin said he found he was nowhere near breaking even. "We would have to sell a cup for could not survive in a market sys-

\$400, and you cannot do that," he

Last year, Mr. Tassin grew desperate and went back to the Treu-hand, asking the privatization agency to buy back the company.

"I told them, This is your tradition, your culture, and I don't want to destroy it," Mr. Tassin said. "I offered to give the company back for one mark and just leave, having lost my investment." The Treuhand rejected the deal.

The agency already has sold about 9,500 of the 12,000 companies it originally put on the market. Most of those remaining are con-sidered difficult, if not impossible, to sell. Although the original plan was to shut down companies that

YRI PE 1994 High Low/Lates/Ch'96 High Low Stock

tem, Chancellor Helmut Kohl recently reversed policy, deciding to try to save the jobs in those doomed enterprises, rather than let market

forces rule. State subsidies may save some jobs, but they will not lure to the East the major manufacturing needed to build a self-sufficient

есолотну. "Eastern Germany is going to be an economy consisting solely of re-tail, services and high technology, which provides few jobs," Mr. Tas-

Many Germans working to restructure the East agree, saying that the originally anticipated surge of Western investment never happened and, now that Western Germany is falling into recession, will not in the foreseeable future.

> 55° .12

Friday's Prices
NASDAO prices as of 4 p.m. New York time.
This list compiled by the AP, consists of the 1,000 most traded securities in terms of dollar value. It is updated twice a year.

ON YIC PE 100s High Low Lotest Circu

1.17e 43

THE STATE OF THE S

THE ACTION OF THE PROPERTY OF AN CONTRACTOR OF THE PROPERTY OF THE PROPERTY

THOUSE THE PROPERTY OF THE PRO THE STANDARD CONTRACTOR OF THE STANDARD CONTRACT 

A CLAST LOT UNCLES TO A CLAST LOT UNCLES TO

Tables include the nationwide prices up to the closing on Wall Street and do not reflect trades elsewhere. Via The Associated Pre-

1.14016.0 13 20 33 34 .48 .48

| Second | S

| 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 | 1.1 Semi-Pot of Semi-P BY 214 MC STP 114 MC S

16/4 10 DEP 8
16/4 10 DEP 8
26/4 16/4 DEP 17 CT 17
26/4 49 DEP 18
26/4 37/4 Despots
26/4 37/4 Despo

\*# #8

# Consider The Slavic Onnection is, William Platf

---

\*Float Talk Compiled by Our Staff From Dispatches BOMBAY - The Indian rupee fell to a record low on the Bombay interbank foreign-exchange market Friday on expectations that the currency will be fully floated later

Rupee Hits Low Amid

this month The rupee fell briefly to a low of \$3.04 per 100 rupees in morning interbank trade before recovering slightly to about \$3.05, dealers said. That is equivalent to a rate of 32.8 rupees per dollar. The rupee had closed at \$3.1075 Thursday.

The market is very thin, with small volumes moving the rate, but I expect the rupee to fall further to around \$2.95 soon," said Deepak Benegal of Chibank in Bombay. The rupee has been falling steadily from \$3.25 per 100 rupees at the start of the year. A growing number of brokers believe the government will make the rupee fully convertible when the national bud-

get is presented on Feb. 27. Dealers said exporters had been holding back exchanging foreign-currency earnings until the unveil-ing of the budget, when the two-tier official and free-market currency system could be modified or even abolished. Under the present partial float, exporters can exchange 60 percent of foreign-exchange carnings at the free-market rate and 40 percent at the official rate.

Some traders believe the government will not risk full convertibility and instead opt for adjusting the Exchange split for exporters from a 60-40 ratio to one of 80-20. Stock prices rose amid the ru-

mors about the possible change in the status of the rupee. Traders said shares in export

companies were the main gainers because they would derive the maximum benefit if the rupee floated. The Bombay stock exchange index rose 9.08 points to 2,647.62. The national index was up 2.47

points to 1,202.27. (Reuters, Bloomberg)

# World Bank Optimistic On Asia-Pacific Growth

WASHINGTON - East Asia and the Pacific can banish poverty within a generation or so" if the region's governments can meet the emerging challenges of the 1990s, according to a World Bank report. The region's recent economic successes are mainly due to "a strong outward orientation and an emphasis on human-resource development, in addition to very effective institutional frameworks,"

said the East Asia and Pacific Regional Development Review. The report will be published in March.

It said East Asian and Pacific countries had made "a flying start to the 1990s" with average output per capita expanding by 5.2 percent in 1990 and 5.6 percent in 1991, well ahead of the rest of the

developing world. It warned against complacency, however, noting that not all countries in the region had prospered and that "even the good

performers have made costly errors in their policy and investment "Vigilance, pragmatism, and flexibility — the main features of East Asia's solid performers — must continue for success to be

sustained, the report said. It said South Korea, Thailand and Malaysia were intent on maintaining recent dramatic growth and had "good prospects for doing so." Socialist countries "in transition" accounted for 80 percent of the region's population such as China, Vietnam, Laos and

The island economies of the region - Indonesia, the Philippines and the smaller Pacific islands - will require external resources in the 1990s on a scale much larger than they received during the previous decade.

# U.S. Is Turning Up the Heat In Trans-Pacific Air Dispute

Compiled by Our Staff From Dispatches TOKYO - Disputes pitting two

major U.S. airlines against the Japanese and Australian governments have raised the specter of increasing trade friction between the United States and its partners.

This week, the U.S. Department of Transportation ruled in favor of United Air Lines, which had complained that the Japanese government refused its application to fly continuing flights through Tokyo

to Sydney.

And the Transportation Department on Friday similarly approved a complaint by Northwest Airlines against the government of Australia for restricting the number of passengers that the airline can carry on its flights between Osaka and Sydney.

United and the Transportation Department believe the Japanese restriction - that no more than half the passengers on the flight to Sydney can originate in Japan — is contrary to the bilateral Air Services Agreement between the United States and Japan.

United currently flies from To- Australia's Transport Ministry kyo to Hong Kong, Scoul, Bang-wants Northwest to restrict the kok, Singapore and China. There are no similar restrictions on those routes, a United spokesman said.

The ruling Wednesday night was the first aviation action by the Clin-ton administration and, coupled with the Northwest ruling two days later, signaled that Washington intended to defend U.S. airlines in the international arena.

"This administration is going to be quite firm to make sure that our foreign partners live up to agreements," a government source said.

The Department of Transportation could implement United's proposal to require Japanese airlines to file information on the number of passengers they carry between the United States and third countries. It could also limit Japan Air Lines' right to carry local passengers between Los Angeles and Brazil.

In the other case, Northwest operates three flights a week from New York to Sydney via Osaka.

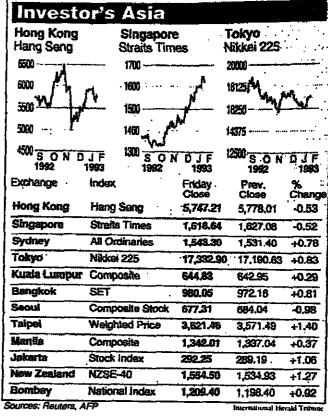
number of passengers between Osaka and Sydney to half the total on two of the three flights, and to carry no passengers between Japan and Australia on the third.

Northwest agreed to abide by the decision at the time but now says it is inconsistent with the bilateral air agreement, said a spokesman for Australia's transport ministry.

John Fordham, a Northwest spokesman in Canberra, said the airline never accepted the restriction. In the last quarter of 1992, 45 percent of the passengers on the Northwest flights flew between New York and Sydney, he said.

Northwest is seeking to ban all 10 of Qantas's weekly nonstop flights between Sydney and Los Angeles. But the U.S. Transportation Department said any decision on sanctions will be deferred until after a meeting on the dispute to be held next week in Canberra.

(Bloomberg, Reuters)



# Positive Signs for Hong Kong Stocks Campbell and Arnotts Pledge

HONG KONG — Huge demand for shares in Hong Kong company flotations in the last few days shows that if the Chinese-British conflict over political change can be resolved, the Hong Kong stock market will surge, analysts said Friday.

"At the moment there is money playing on the fringes of the market, which could become more fundamental and longer-term if the political situation is resolved," said Barry Yates, head of international

research at the Asia Equity brokerage. Frustrated investors faced with an inflation rate hovering around 10 percent and overnight bank deposit rates at just 1.5 percent are attempting to "stag" new share issues. A stag is someone who buys a new securities issue with the intention of selling it immedi-

ately on listing at a premium. Other major avenues for their funds have been closed off as Hong Kong apartment prices have declined in the last few months and the stock market

and Beijing, the analysts said.

Clive Weedon, research director at Nomera Research Institute, said the Hong Kong stock market should have no trouble reaching 7,000 on the Hang Seng index if the political dispute with China was Friday toward reconciliation as the resolved. The index ended 30.8 points lower at U.S. company consolidated its hold

5,747.21 on Friday.

The dispute with China centers on proposals to increase democracy in the territory put forward by Governor Chris Patten of Hong Kong in October. China is butterly opposed to the proposals, saying they breach Chinese-British accords covering the reversion of Hong Kong to Chinese sovereignty in 1997.

On Thursday, the Cantonese restaurant chain Tack Hsin Holdings said its public share flotation was oversubscribed by about 552.4 times, a record for any initial share issue in Hong Kong.

There were applications for 37.4 billion shares, against just 67.5 million offered to the public, the

# itself is lackluster due to the dispute between London To Lay Takeover Fight Aside

Compiled by Our Staff From Dispatches U.S. company consolidated its hold on a majority of the Australian

cookie and cracker maker's shares. As the hostile bid expired with Campbell holding about 58 percent of the company — but not yet gain-ing control — the American company said, "We look forward to a successful partnership with our fellow Arnotts shareholders in supporting the directors, management and employees to pursue new successes for the benefit of all."

The Arnorts chairman, Bill

Purdy, said: "While Arnotts has opposed the bid strongly, we have not done so with the hostility and bitterness often evident in takeover battles. We have worked harmoniously with Campbell Soup for over seven

years and I am confident we will continue to work with them." Campbell does not yet control the company because of a 1985 agreement with Arnotts that says it must first hold more than 85 percent of the shares. Until then, Campbell can vote just 14.9 percent of its stock.

Campbell gained a majority of shares Thursday when the Austra-lian Mutual Provident Society sold a 6.3 percent stake in Arnotts.

### **Very briefly:**

 South Korea imposed anti-dumping duties ranging from 40.46 percent to 54.28 percent on Chinese phosphoric acid, used in foods and industry, for three years. The action came hours after Beijing diplomats moved into their new embassy in Seoul, the former Taiwan embassy.

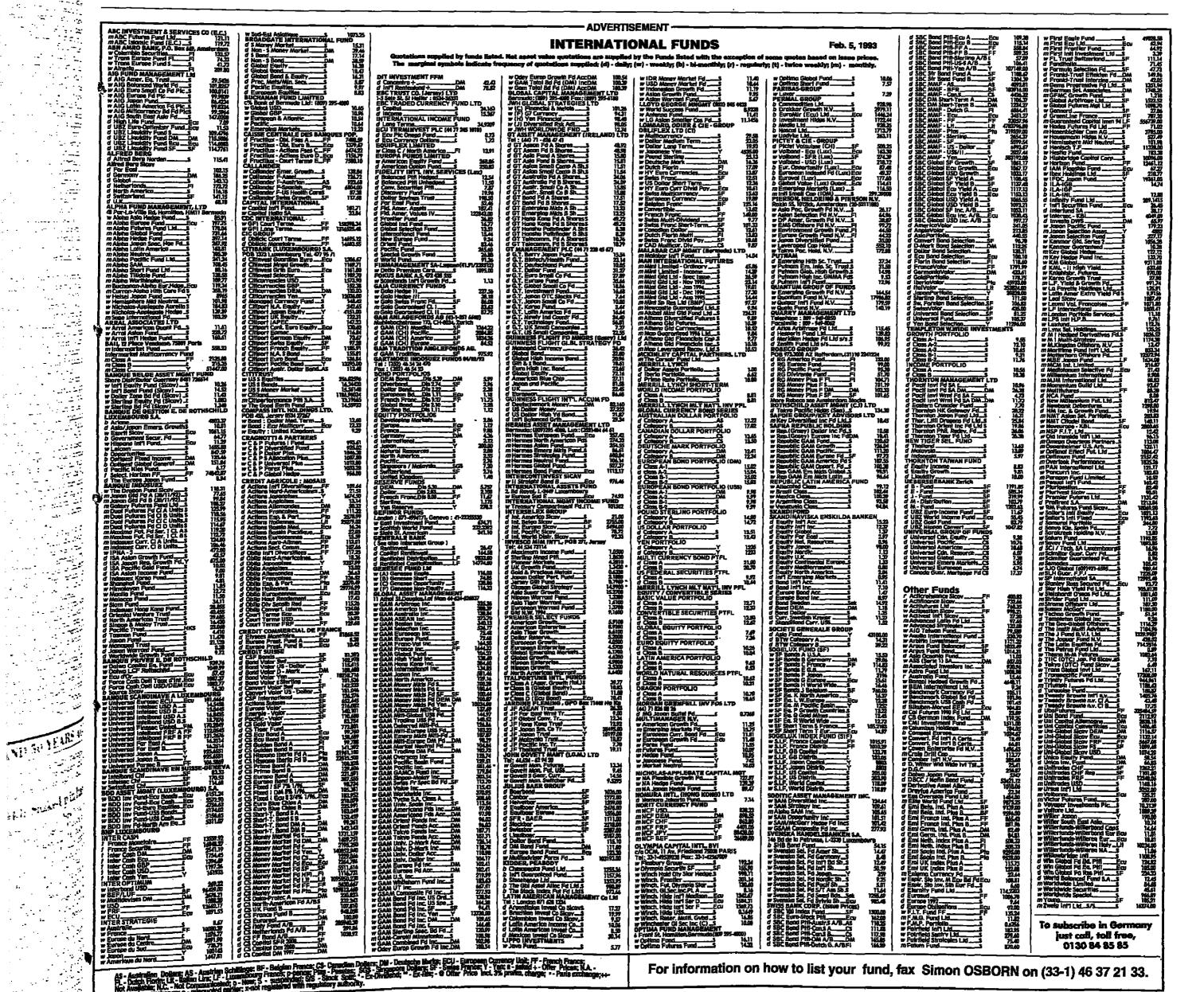
Fujitsu Ltd., Japan's largest computer manufacturer, will reduce its 2,000-strong white-collar work force by some 500 over two to three years by not replacing retired white-collar workers.

• Mitsui & Co. has become General Motors Corp.'s authorized dealer to import and distribute GM cars in Japan.

 Wing Tai Holdings Ltd. of Singapore is selling Inchcape House to Singapore units of Hewlett-Packard, for 146.1 million Singapore dollars (\$89.1 million).

 Hongkong & Shanghai Banking Corp. plans to recruit tellers from China for the first time to make up for staff shortages in its Hong Kong

 New World Development Co. of Hong Kong has signed a letter of intent to build the Guangdong section of China's huge superhighway project linking the north with the south and is also discussing a new departmentstore project in Beijing's busiest shopping center.



Pa



### FIRST COLUMN

Saturday-Sunday, February 6-7, 1993

# Turning on The Franc

HE consensus among foreign exchange analysts is that Thursday's tiny downward move in German interest rates has sent a signal to the markets. Unfortunately, that signal is, as it always has been, that the Bundesbank is prepared to defend the French franc, right down to the last Frenchman.

To judge from the language emanating from the markets, readers might think that a global war is being waged. In a sense, it is: The mighty warlords of the foreign exchanges this week took aim, fired, and mortally wounded the Irish punt's rating within the European Exchange Rate Mechanism (ERM). Next up in the duckshoot was the Danish krone. But the Danish government has disappointingly failed to play the game, and is prudently waving a white flag rather than donating its foreign exchange reserves to the traders' bonus funds.

The scenario has been more or less the same with each currency, from the Italian lira through the Spanish peseta, the British pound, and this week's victims. The markets test the lower ERM trading levels, the domestic politicians protest flamboyantly and uselessly, interest rates shoot up for a short while, and then defeat is grudgingly conced-ed by a humiliated, impoverished govern-

And now the real fun is to come. The bombers are waiting to leave the runway and drop their payload on that lucrative, stationary target known as the French franc. Top of the league in terms of both reserve spending and extravagant government rhetoric, its fall

will also generate the most profits. Assuming the real question is not if but when the move is made, one likely time is before the French parliamentary elections in March. Political uncertainty and fear of the rise of the ecologists should then be peaking.

The war is over who really calls the financial shots in Europe. The Bundesbank? The Brussels bureaucrats? Our money is on the warlords of the trading screen.

# **Changing Barometer** Big Cannons | Clouds Index Funds

By Judith Rehak

ERES a little investment conundrum: When does "average" really mean "good"? When you're talking about fund performance, according to some skeptics, who point to the apparent inability of the majority of fund managers to beat market indexes.

Supporters of stock picking believe that smart human beings can beat the market, computers and all. "Mediocre" and "nobrainers" are among the unkind adjectives used by critics of index funds, which in their purest form simply buy and hold all the companies in a stock market index like the

Standard & Poor's 500. But the small investors and sophisticated institutional players who poured millions of dollars into U.S. index funds last year clearly think otherwise. The granddaddy of them all, the Vanguard Group's S&P 500 Index Trust, which tracks the performance of U.S. corporate giants like Exxon and General Motors, took in a whopping \$1.8 billion in 1992, swelling its total assets to \$6.7 billion.

Just what is their attraction, then? In a word, performance and low cost. Index which match the index they follow, minus minimal expenses, have consistently beat a substantial number of actively managed funds, where analysts and portfolio managers research, then buy or sell specific stocks and bonds.

Over the decade to the end of 1992, the S&P 500 index returned 331.49 percent, beating two-thirds of general equity funds, which gained 270.22 percent on average. Last year, the Vanguard S&P 500 Trust returned 7.5 percent compared with 8.9 percent for the average equity fund, and still outperformed nearly half the 252 growth and income funds followed by Lipper Analytical Services, the fund data group.

Moreover, investors pay no sales commissions and only fractional operating costs for most index funds, since there is little trading and no research staff to maintain.

The index fund universe currently counts 40-odd funds tracking everything from stock and bond performance for large and small companies to gold and ethical investing. The latest wrinkle consists of funds that will try to beat the index by tracking stock-picking

SUPERB INVESTMENT OPPORTUNITY

The chart below shows the performance achieved by all\* of our bond

202

30.2%

38.5%

50.4%

58.2%

64.1%

funds over the 25 months since the beginning of 1991. Given the current

economic climate, we believe further excellent returns could still be achieved

PERFORMANCE SINCE 1/1/91

J. T. J. S. J.

197425

17 21.20.20.70

大型 化氯化二铂

AND COMPLETE ST

9% 19% 20% 30% 40% 50% 50% 70%

Investor becomes the gament Guinner. Thirth side a lover Management Control of Strand oil Street Greekei SECOM 150 (1707) [17]

Name Allies

Finance (19) An extraoprolation of (19) in Coloring metry and procedure Coloring Market continuence of the enterprocess of the Coloring Market and procedure of the Coloring Market and the Coloring M

Here send me streegeds to tit from Food Funds and here! In a Trust and to the information on source of talls a

Moreover, been describing bond funding a "Niversian been follow bond to add". The authorises to add as to rese-

Guinness Flight currently manages a range of fifteen bond funds and unit trusts.

200 67

styles. The Vanguard Group has split the S&P 500 into a value-oriented portfolio comprising underpriced companies with higher yields, and a more volatile growth portfolio of companies with rapid earnings appreciation. Not to be outdone, the rival Dreyfus Group has launched four funds that are even more segmented: a growth fund and value fund for small companies.

But for all their success thus far, there are signs of rockier times ahead for some index

One barometer of change is a shift in the stock market cycle away from the big blue chips, which made the S&P 500 index funds look so good, to smaller companies. This is reflected in the performance of Dreyfus Peo-ple's S&P Mid-Cap Fund, which tracks the medium-size companies of the S&P Mid-Cap 400. Last year, the Mid-Cap returned 11.91 percent, compared with 7.71 percent for their Dreyfus People's S&P 500 fund.

"In the '80s, the S&P 500 was tough to beat because there were lots of takeovers and leveraged buyouts, which pushed up its value, but I don't think that's going to be the case in the '90s," said Craig Litman, an analyst with the L/G No-Load Fund Adviser newsletter in San Francisco. He believes that the biggest profits in the coming decade will come from small and medium-size companies, a less efficient and under-researched arena, which gives the edge to stock pickers and active management.

Another adviser, Chicago-based Gerald Perritt, thinks index funds have a lot of merit. He agrees that small companies will be where the action is, suggesting a portfolio allocated one-third to a fund like the Vanguard Small Capitalization Fund, which buys stocks in the Russell 2000, a pure play on small companies; one-third to an actively managed small-cap value fund; and one third to an aggressive small-cap growth fund. "That way you'll capture the overall market with the index, and increase your returns with one of the other two, since not each one will be in style at the same time," he

For investors who prefer to do their own shopping for an index fund, here are some points to consider: "Even though it's an index fund, you can't just invest blindly, said Mr. Perritt. "You have to be careful of what you're indexing." For example, even its

over the next two years,

investment alternative to

equities and provide a

higher level of income

than cash - and one that

can be maintained -

particularly valuable

when short-term interest

eight thousand investors,

On behalf of around

FREE GUIDE

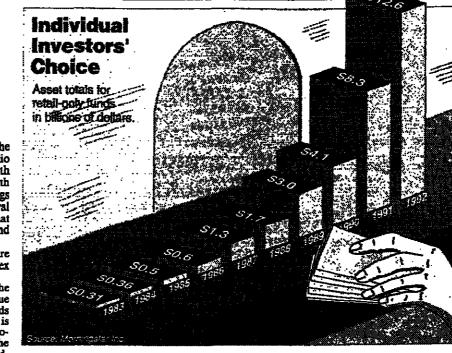
rates are low.

**GUINNESS FLIGHT** 

OFFSHORE BOND FUNDS

& BOND UNIT TRUSTS

Bonds are a lower risk



advocates concede that indexing is not well suited to international markets because of currency fluctuations and weighting by size of markets. The Pacific Portfolio of Vanguard's International Equity index fund ended last year down 18.3 percent, because it tracks the Morgan Stanley Capital Index, obliging it to keep a hefty 83 percent in the Japanese stock market, which has fallen precipitously in the last three years.

Sheldon Jacobs, editor of the No-load Fund Investor, voiced reservations about the new growth and value funds. "They're fine for sophisticated investors, but you're making a judgment, and the beauty of indexing is

that you're not supposed to have to."

Next, look at expenses. True index funds have no sales commissions, and minimal operating expenses so that they can perform as close to the index as possible. Vanguard leads the pack on rock-bottom costs, assessing only .20 percent on its S&P 500 fund,

while Fidelity's competing version charged 0.45 percent in 1992. Other funds are only quasi-indexers. An example is the IDS Blue Chip Advantage fund, known as an "enhanced" index fund, whose strategy is to buy only the top performers in each industry from the S&P 500, hoping to better its return with the selective approach. But the fund gained only 6.87 percent last year, compared with the S&P 500's 7.6 percent; worse, its investors forked over a 5 percent sales comssion, negating another benefit of index-

That, plus the 121 actively managed funds that did not surpass the S&P benchmark last year, goes a long way to explain the allure of indexing as a security blanket for anyone who has ever been burned in an underperforming fund. As Mr. Perritt notes, "There's nothing more disheartening than to have chosen the right category, but the wrong

# Skeptics Ask: Who Needs It?

OME industry skeptics doubt the need for index funds. Others go even further, and question whether the indexes themselves are either neces. sary or desirable.

Concern among some investment analysts centers on whether the indexes are being created as tools of financial analysis to momtor the financial health of a market, or simply as vehicles to promote the sales of mutual

Whether wanted or needed, indexation has certainly turned itself into a global industry. Investment houses such as Morgan Stanley have specialist arms that create indexes specifically designed to monitor the performance of stocks geographically — by individual country, large geographical area, or worldwide. Indexes are also created to measure the performance of stocks in industrial sectors, which again can be broken down geographically (U.S. avionics, Pacific Rim raw materials, world drug manufacturers. etc.).

"Five years ago, index fund investing was unheard of outside the United States, now it's a global activity," said Chris Poll, chair. man of financial analysis and global fund monitoring firm, Micropal.

Mr. Poll cites investment performance as, the justification for index funds. When approached by a mutual fund manager thinking of launching index funds in the late 1980s, Mr. Poll was surprised to find that no fund had beaten the market indexes in the United States or in the United Kingdom every year for 10 years.

"Index funds are here to stay. They're a good plain vanilla method of getting expo-sure to equity markets, and should constitute a core section of most individual's fund

# Budapest Needs to Bridge Marketing Gap

### By Katherine Burton

YEAR ago, Budapest was chosen to host the 1996 World Expo, just what city fathers said they needed to make the city the cultural and business capital of the

Their vision is not outlandish. Under "goulash communism," Budapest had closer ties to the West than other Eastern bloc countries, and Hungary has received more



than half of the \$7 billion total foreign investment that flowed into Eastern Europe since 1989.

And for visitors. Budapest offers many charms while still remaining relatively unspoiled by fast food restaurants and tacky shops selling useless traditional crafts.

But transforming this majestic city on the Danube into a center of capitalism and tourism may take a bit more than one big fair. "The Expo is held out as a great

beacon that will solve all of Buda-pest's ills, but whether they can get their act together and get the infra-structure in place is another mat-structure in place is another matter." said Tim Smart, business editor at Budapest Week, an Englishlanguage paper.

In preparation for the exposi-tion, which organizers hope will bring 12 million to 15 million visitors to Budapest during the six months the fair will operate, the government will invest \$360 million in the city's infrastructure. Several new hotels will be built, and streets, trams and subways im-

The goal of the Expo is to create or change the image of Hungary abroad, and show it is willing to open itself to Europe," said Eugene Semrau, a consultant on the pro-

to mention making them aware of ing. "There is every music idiom, all the services and goods available from Dixieland to modern jazz," to mention making them aware of once they get there — is fraught with difficulties.

Margaret Kocsis, a media manager at the advertising agency Ayer Europrisma, said foreign companies like Fiat and Revion are still the main advertisers, although Hungarian companies are beginning to allocate more money to ad budgets. And it is clear that when Hun-

One big hurdle is marketing, still

garians are pitching their wares to tourists whose first or second language is English (a sizable proportion of the 5 million to 6 million visitors who come to Budapest each year), matters become even more

Would anyone who understands English, for example, dare to step into a nightclub called the VD dis-Other times the communication

should you wish to entertain yourself or dance, please, come to the night club of our hotel! International program, reputed art performers and an orchestra will make

you feel better and come to visit us with pleasure again,"
No one would deny that Budapest has much to offer. There are

the city each weekend. In the last six months, three new

casinos have opened, bringing the

grand total to nine. But the move toward capitalism has created internal strains within the country, as the gap between poor and rich widens. The posh Roszadomb district now has more more than 100 thermal baths, and Mercedes and more mansions, but

Transforming this majestic city on the Danube into a center of capitalism and tourism may take a bit more than one big fair.

As one might expect, the process of attracting foreigners to a society undergoing a colossal economic and political metamorphosis—not

The cultural scene is also thriv-

said Sean Pager, travel and culture editor at the English-language Budapest Post. "There is a good opera a novel concept to Hungarians. and ballet, contemporary movie houses, and several underground dance troupes."

But while the quality of the arts is impressive, much of it still re-mains inaccessible to foreigners. There is, for example, a strong

tradition of pop music in Budapest, but, of course, the groups sing in Hungarian, a barrier to international success. Locomotive GT was the first Hungarian band to try its luck abroad. Although it toured in Europe and the Americas, and was eventually signed by record labels ABC and EMI, its tunes never

made it outside Hungary. Budapest, even with its lack of marketing savvy, has managed to boost the number of tourists throughout the 1980s. The city, ac-

one also sees more people begging on the city's streets.

According to Economics Research Institute, a Hungarian research organization, the top 5 percent of workers make eight times more than the bottom 5 percent, and income disparity higher than that in France or Germany and approaching U.S. levels.

The middle class is taking the biggest hit. The government says, that 50 percent of the Hungarian population of 10.4 million live at or below the poverty level of \$120 per. person per month. Of these, two million fell into poverty in the last two-and-a-half years.

The general view is that, over time, Hungary and Budapest will prosper, although it will take more time and training in ways of the West "There is a natural inclination for Hungarians to be good 1 traders, but what they are weak at is sorting out what the customer wants and providing those services," said Mr. Smart of Budapest Week. "Right now, the customer is not always right.

### BRIEFCASE

### Deutsche Bank Launches **Bond Fund in Luxembourg**

International fund managers seem to have decided that bond funds are what investors want. The latest in a series of bond-invested funds to be launched this year comes from the Luxembourg-based mutual fund arm of Deutsche Bank. DB Investment Management's new Rendite Extra fund invests in high-return (and commensurately riskier) international bonds and fixed-interest securi-

The idea behind the fund is to enable investors "to participate in high-yielding bond markets at a reasonable risk." Exchange rate risks taken outside European "core currencies" will be hedged. The fund is Luxembourg-domicited and benefits from liberal income and capital tax laws.

DB Investment Management's less risky Rendite Spezial fund achieved a return of 11.8 percent in 1992, and has grown by more than 16 percent since its launch in June 1991. The firm doubled the amount of funds under management in 1992 to 28 billion German marks (\$45 billion).

For more information on the fund, which has an initial charge of 3 percent, write DB Investment Management 2 Boulevard Konrad Adenauer. P.O. Box 766, L-2017 Luxembourg; or call Luxembourg (352) 42 1011.

### LIFFE Will Offer a Contract On Long-Term Spain Bonds

The London International Financial Futures and Options Exchange announced plans to trade a futures contract on longterm Spanish government bonds.

The Spanish bond market is one of the world's largest and has been of particular

interest to investors and speculators since the currency crisis began last fall. Yields on the 10-year bonds fell more than 2 percentage points as the Spanish government gave up trying to defend the peseta with high interest rates and allowed the currency to be

LIFFE said in a release that the Spanish bond market is currently the most volatile among major markets and that the new contract will provide a means of hedging and trading that volatility.

Once trading begins in the next few weeks, LIFFE will offer futures trading in the longterm government debt of six countries.

### Chicago Options Exchange Creates index of Voiatility

When a prominent financier was asked a couple of epochs ago what the stock market would do, he answered: "It will fluctuate," Safe reply, no way to place a bet on that cither way.

It may not be so safe much longer. The Chicago Board Options Exchange said it plans to file for regulatory approval to trade options based on an index it created to measure those fluctuations. The Market Volatility Index, which was developed with a professor of finance at Duke University, is based on an average of the implied volatilities of at-the-money put and call options on

the Standard & Poor's 100 index. Implied volatility, a presumption of the volatility of an underlying security, is one of the factors calculated into the premium an option has over its intrinsic value. Others include the length of time to expiration and the spread between the option's strike price and the market price of the stock or index it CBOE officials say the growth in the use of derivatives. in which volatility figures so prominently in pricing, makes such an index especially important now.

"The success of financial decisions frequently depends on the correctness of one's. assumption of volatility," the exchange chairman, Duke Chapman, said in a statement. Volatility can fluctuate widely, impacting substantially pricing of existing po-sitions in derivatives, whether hedged or

### **Dow Industrials Fluctuated** in a Narrow Band in 1992

Speaking of volatility, last year had by far the least of it by one measure: the trading range of the Dow Jones industrial average From its low at 3,137 to the peak at 3,413, the Dow stayed in a band of 8,5 percent, well below the mean of 24.2 percent. The peak volatility year of 1931 saw an 89.9 percent ange for the Dow.

This year should have closer-to-normal volatility, based on other years that followed low-volatility periods, according to a study by the market analyst James Stack. That would give the Dow a range of 725 to 890 points. That zigging and zagging he said, will ultimately lead the market lower.

Mr. Stack examined other instances where the Dow stayed in an 8.5 percent band-for more than six months. There were 16 such periods since 1920," he reported, "While at few were pauses in an ongoing bull market.

most signaled some sort of trouble ahead.

Similarly somnolent periods preceded bear markets in 1962, '66, '73 and '77, and two of them occurred in the last two years of the 1960s mutual fund. the 1960s mutual fund craze, which gave way to the bear market of 1969-70.



FUND

EMU Trust'

Sterling High Yield Bond Fund

Global High Income Bond Fund:

Intil High Yield Bond Fund

European High Income Bond Fund

together worth over US\$360 million.

out more, return the coupon NOW.

Investors can choose from seven

offshore distributing funds, five offshore

roll-up funds and three unit trusts. To find

Gitt and Sterling Bond Fund

European Bond Fund

US Dollar Bond Fund'

Int'l Prime Bood Fund

1123 - FUND TYPE, SEE COUPON

Global Bond Fund

Yen Bond Fund'

Back Plan

or Bosnia,

A STATE OF THE PARTY OF THE PAR

10 mm

BOSNA

L . Backs Off

Section 2

......

· · · · · ·

CONSONE TAKE SOLE

INTERNATION!

ART

DUBITOR

AUCTION SALE

COLLECTORS

IN SATURDAY

, - 1/2 . No

GUIDES

-7.7.1.24

ಎಂಬ ಎಂಬ 🖼

DECEMBER OF THE PARTY OF THE PA

NE thing is certain: President Clinton's tax proposals will be unlike Candidate Clinton's tax proposals. That presents U.S. taxpayers, resident and nonresident aike, with two questions to ask selves: What is he going to do? What action should I take? During his campaign, Candidate

Clinton, unlike his predecessor, did not take a "no tax" pledge and now speaks openly of "sacrifice" rather than "tax reduction."
We have summarized some of the possibilities he has considered in the box at the top of the page,

although "nothing has been accept-ed and nothing has been rejected." Even U.S. expatriates with less than \$70,000 (the amount of the foreign earned income exclusion) of total compensation and benefits may be personally impacted by these proposals if their company has them on a "tax equalization program" or if they have passive income not subject to foreign taxes and thus do not have a foreign tax credit to eliminate the increasing U.S. tax.

Expatriates on a "tax protection program" and "local hires" may also be impacted by Mr. Clinton's proposals. A tax equalization proaram requires the expatriate to pay a "hypothetical" U.S. and state tax to the company as if he had stayed "at home" in the United States on his base salary in exchange for the company paying the generally larger foreign and U.S. tax. The hypothetical tax is also often referred to as the "stay-at-home tax." If the company only pays the foreign tax when higher than the actual U.S. and state tax, it is referred to as a "tax protection program." Finally, if the expatriate receives no tax tal French income tax liability is sistance from the company, he is referred to as a "local hire."

Mr. Clinton will make his State of the Union address and outline his economic proposals to a joint session of Congress on Feb. 17. The specific tax proposals will not be presented until "some time later." Although the higher energy, gaso-line and consumption taxes that already exist in Europe may be part er, a dark cloud has suddenly apof the final U.S. package, there will peared on the horizon in the form also be important changes to increase the individual income tax

Due to the general congressional concern that foreign entities do not pay their "fair share" of U.S. taxes, there may also be specific changes affecting foreigners and even expatriates. Certainly, whatever is pro-posed will be controversial and face stiff opposition by the minority and some members of the majority in Congress.

With the tax proposals in mind, we now look at the impact they allowances, Ray is scheduled to exmay have on various situations of ercise a portion of his U.S. nonqua-

Frankfurt Stock Excellenge

Plat Can

Deserved Supple Served

Local Served

Local Supple Served

Local Served

Loc

**January Market Scoreboard** 

expatriate employees around the world. Let us take four different typical expatriate situations in France, Britain, Hong Kong and

EXPATRIATE IN FRANCE Ray and Shirley are on an expatriate assignment since Feb. 1, 1990. They live in Paris with their three children.

Ray works for a large U.S. multinational company and has a standard expatriate compensation package that includes various over-seas allowances, such as housing cost of living childrens' education, home leave and tax equalization. Under the company's tax equaliza-tion policy, he is reimbursed for any U.S. and foreign taxes that are in excess of his U.S. and New York City and state hypothetical "at home" tax

Ray works for the company's European headquarters in Paris. In addition, he spends a substantial part of his time working outside of part of his time working outside of France, for which he receives French tax exempt earnings in accordance with the provisions of the French tax code.

As a result of various special rulings and tricaties, plus internal law



tax benefits for expatriates, his toconsiderably reduced. In fact, his compensation package has been structured so tax-effectively that his U.S. and New York State and City hypothetical tax liability covers his worldwide tax cost, and as such, his employer has had the ben-efit of his highly valued services in France at no extra "tax equalization" cost to the company. Howev-

ORTUNATELY, however, not all of the proposals have an effect on him. To start with, since his base annual salary and bonus amount to around \$100,000, he will at least not fall into the increased highest marginal income tax rate of 36 percent (up from 31 percent). And this will remain true, even though in addition to his base salary, bonus, and foreign expaniate allowances, Ray is scheduled to ex-

Worst Performers

### **Clinton's Most Likely Tax Proposals**

New tax bracket -38%- for married couple filing joint returns with adjusted gross income of \$200,000 or more, after the foreign semed income and

housing exclusions.

Elimination of the morpege interest deduction after reaching a \$250,000 pelling.

increase in alternative minimum tex from 24% to 26-27% (ellepative minimum tex affects many experietes who pay foreign texes).

Will effect lex years after 1992. Possibility of some retroer effect on 1993 tex year. evitoective ence is vilicia

lifying stock options in 1993 that he has accumulated over the past five years. The stock option plan has been "qualified" for French tax purposes. Based on the current high market value of the stock and his low exercise price, he stands to realize \$50,000 of additional income for U.S. tax purposes. But not rules and the capital gain from a much, but every little bit helps. later sale of the U.S. stock by a U.S. citizen is not subject to direct tax in France. Thus, there is no foreign tax credit to offset the U.S. tax liability that Mr. Clinton may increase and he has already used up his annual \$70,000 exclusion to reduce U.S. taxes.

president's tax proposals it is likely that his U.S. hypothetical tax will increase, but his employer's costs will remain unchanged. Ray is also wife and two grown children. He is concerned since he has a hefty home mortgage on his U.S. residence of \$500,000 for which he previously received the full interest expense tax deduction in his hypothetical tax calculation. If Mr. Clinton's tax proposal is approved, a large portion (half) of his interest expense will be lost since the cap on home mortgages considered for the corresponding interest deduction will be reduced to \$250,000 from \$1 million. In addition, the 3 percent reduction of itemized deductions for adjusted gross income over \$100,000 is likely to increase, which may further decrease any benefit of his deductions. As a result, Ray's total hypothetical federal, state and city income tax will, in fact, be higher than his total actual U.S.

and French income tax combined. In the above example, Ray will bear the burden of Mr. Clinton's tax proposals through his increased hypothetical tax charge. In addiits maximum. However, the Clinreduction of this lifetime exemp-

increased taxation of social security barretts to high income

increase in medicare pari B

renders for those with income : sceeding \$125,000,

A new 10% surfax on lax attributable to toxable income in excess of \$1,000,000, Applies to setates and trusts as well as Enhanced tax enforcement to prevent fraud on unasmed.

income of the wealthy. GOOD NEWS (Now Last Likely) Middle income tex relief. An election promise to claim a children's tex credit. A possible lower rate of tax on taxable income.

ceed \$125,000, he will be subject to But Ray is a reasonable person and realizes that he should consider himself fortunate to be concerned only by these proposed tax increases. Ray was delighted to learn of Mr. Clinton's tax cut proposal for middle class families of either a for French tax purposes since it has 5300-per-child tax credit or a rebeen "qualified" for the French duced income tax rate. It is not • EXPATRIATE IN BRITAIN

been working in Britain for a U.S. employer for the past four years. His compensation before any expatriate allowances or tax equalization is \$250,000 and he has non-Ray is concerned that due to the qualified stock options granted over the last six years that must be exercised within 10 years from the date of grant. John has an English two years from retirement and, besides worrying about where he might retire with an international family, he is also concerned at what he has heard about the tax changes proposed by Mr. Clinton. Notwithstanding that he has

been able to shelter some of his income from U.K. taxes, his U.S. tion, since his compensation in-come, including benefits, will exercent, the Clinton proposals to raise the top U.S. rate from 31 to 36 percent would not affect him because he could take a credit for his British tax. However, because he is not paying U.K. tax on his invest-

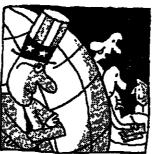
> in the rate of alternative minimum tax (AMT) from 24 percent to 26 percent (or even 37 percent) will add to his problem as there currently exists a 90 percent limitation in the use of foreign tax credits against AMT. More taxes for John to pay is the conclusion.

John also has potential problems with his vested nonqualified stock options as over the years the stock has appreciated significantly. In addition to the increased income tax that would be payable on exercise, it may also have the effect in the year of exercise of causing his income to exceed \$1 million. This would make him "eligible" for the proposed surtax of 10 percent on tax paid on income exceeding \$1 options within a reasonably short period after he retires and will not have much scope to spread the exercises over a number of years to avoid the potential 10 percent surtax. An additional problem for his employer is that, under a parallel proposal affecting corporations, compensation in excess of \$1 million is not deductible for corporate tax purposes. Before the end of 1992 there were some spectacular examples of well-known U.S. executives who exercised millions of dollars worth of stock options to avoid both the surtax and to aid their employers in receiving a full corporate reduction for the compensation realized.

John also faces some U.S. gift future. Yet, to even marginally and estate tax problems. Even comprehend the effects these U.S. without the Clinton proposals he tax law changes will have on them, has U.S. estate tax planning difficulties. Because his spouse is not a should do to minimize the impact, U.S. citizen, he cannot readily pass could conceivably consume hun-assets to her upon his death due to dreds of hours of their time and the the limitations in claiming the marital deduction. In the place of marital deduction, there is currently a Mary actually expect include tax \$100,000 per year gift tax exemp- rates, a 36 percent bracket on hightion. John originally planned to use er-income individuals, an increase

higher Medicare Part B premiums.

John is a U.S. expatriate who has



taxes will rise under the president's but they also are subject to Japament income, it is exposed to the increase in U.S. tax rates.

In addition, the proposed change

nese income taxation. ization program to reimburse him for the excess of local over home

is not to say that Jim and Mary feel plexity to an already complex tax

million. He will have to exercise to raise revenues and thereby reduce the U.S. budget deficit, each will have an impact on Jim and



Mary immediately and far into the

his \$600,000 lifetime exemption to ton proposals include the possible tion to \$200,000, thus bringing an additional \$400,000 into John's taxable estate. • EXPATRIATE IN JAPAN

Jim and Mary moved to Tokyo within the past year as a result of Jim's transfer to the trading group of a U.S. investment banking firm with a large office in Tokyo. Before the move, Mary also practiced law as a corporate lawyer for a wellknown law firm in the United States. She had been with the firm for five years and was making a strong showing in her progress toward admittance to the firm's part-

At some time in the future, Jim and Mary want to have children, but Mary also plans to continue her career after the children are at a suitable age. Because Mary did not want to abandon her career plans as a result of Jim's transfer, she continued working with the law firm in the United States for the first six months of Jim's assignment in Tokyo. After that, she was able to secure a good position with the Tokyo office of a smaller, but wellespected, U.S.-based law firm.

Before Mary moved to Tokyo in July of 1992, Mary and Jim would alternate in traveling to visit each

spending about 40 percent of her do nothing. time traveling within the Pacific region pertaining to client matters. Jim's business travel schedule is not offices in Hong Kong and Singa-pore. As a result of their divergent time together they would like to have. Their schedules also severely limit the opportunity for them to discuss their financial situation and related planning. Nonetheless, they are both very pleased with their several years. In addition, as a repositions in Japan and the oppor-timities to expand their horizons on made, he has had an opportunity to

versed in financial affairs and they over the years. have always handled their money matters in a professional manner, now that they are living outside the United States they do not have quite the same opportunity for the face-to-face accessibility to their investment advisers as when they were working in the United States. Furthermore, as a result of their employment in Japan, their tax sitcomplicated. Not only are their U.S. tax matters much different as a result of foreign earned income exclusions and foreign tax credits,

taxation, as described above. How- tax rate on long-term capital gains ever, this tax reimbursement policy would decrease. Currently, the does not take into consideration long-term capital gains rate is 28 Mary's income. As a result, it is percent. With the possibility of a extremely difficult for Jim and lower rate, Richard may want to Mary to navigate the tax matrix, delay disposing of his investments which includes their actual U.S. that have appreciated. If capital and Japanese tax, and also the thegains rates do come down, he oretical tax under the firm's equal-should take advantage of this by ization policy, which covers part of their combined taxable income.

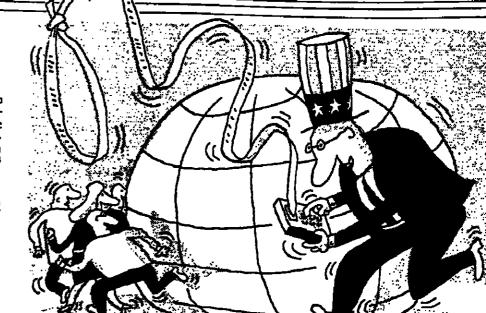
disposing of investments that could benefit by the lower rate. You can

tax law revisions, with the Clinton administration having already targeted people such as Jim and Mary as those to be the hardest hit. That unjustly targeted, but rather that it and secondary residence to the ex-

F the possible U.S. tax law changes that the Clinton administration might consider in order



Some of the changes Jim and



in the alternative minimum tax tent attributable to a mortgage bal-from 24 percent to 26 percent or 27 ance of \$1 million. Mr. Clinton's percent, and imposing a 10 percent surtax on individuals with taxable income in excess of \$1 million The bottom line for Jim and he should consider maximizing the Mary reads new consumption taxes, and higher income, estate and

A methodical approach to reviewing their situation, analyzing the issues and the alternatives, and then taking action is clearly the proper avenue to pursue. This will not be easy, and it will take much of their time, as well as involve the time of professional advisers. But, other in Japan and the United States for long weekends.

Now that Mary has started her will have avoided potentially disasonce done, they will feel much bet-ter about their situation, and they new position in Tokyo, she is trous tax results had they opted to

• EXPATRIATE IN H.K.

Richard and another U.S. citizen as demanding, but he does make are entrepreneurs and each owns 50 periodic business trips to his firm's percent of a boutique merchant bank in Hong Kong providing fi-nancial advice to companies schedules, they do not have the throughout Southeast Asia. His business has been quite successful, generating millions of dollars in fees for the company and enabling Richard to earn a salary in excess of \$1 million in each of the last made, he has had an opportunity to an international setting, make several significant invest-Although Jim and Mary are well ments, which have appreciated

One area in which Richard can certainly expect change is in his marginal income tax rate, which is 31 percent. We can expect that rate to increase this year. It is likely that the increase will not be enacted until the middle of the year so that its full impact will not be felt until 1994. If this is the case, he should be prepared to take his 1993 bonus, uation has become much more (which you would ordinarily receive in 1994) before the end of 1993. This change could also be useful if Congress enacted a surtax on income over \$1 million. By shifting income from 1994 to 1993, that income would be subject to a lower

It could happen that if tax rates on ordinary income increases, the The final blow is now in the never tell when the need for revemaking with the anticipated U.S. nue would induce the Congress to

ited to deduct interest for a primary

U.K. LTD U.K. PLC BAHAMAS

BAHAMAS B.V.I. DELAWARE GIBRALTAR HONG KONG IRELAND ISLE OF MAN JERSEY PANAMA W SAMOA

ore Barries and Insura Presimble to Qualified

MICHARD DOXON

PETER SIDNEY - OCRA Ltd. 72 New Bond Street, Leedon, W1Y 920 Tet 971 355 1096 Pect 971 465 3017

All Crack Cards accepted

TOLL FREE

UK 0800 269900 USA 1 800 2834444

No. 1 OFFSHORE COMPANY SPECIALISTS £120 £325 £285 £285 \$115 £250 £250 £195 £250 £495 \$800 \$750 erseas Company Regulation Agents Let. Companyo House, Planney, Isle of Man 624 815544 (24 lines) Fact 0624 81554 

proposals could substantially reduce this amount. Although he could make the acquisition in cash, amount of financing. In this way, he would be able to lock in the interest deduction since it is most likely that any limitation in this area would be phased in over a number of years. The phase-in technique was used when Congress limited the deduction for personal

interest. In the most favorable of

circumstances, his mortgage interest deduction may be extended over a long period. In negotiating his financing, however, he should obtain the ability to repay the loan without penalty.

made regular and generous contributions to his undergraduate and business schools. He may want to consider doubling up the amount of the contribution in 1993 in case the deduction is eliminated by subsequent legislation. Even if the deduction is not eliminated, it is better to double such contributions in one year and make no contribution the HSD Ernst & Young Paris ofthe following year. This will maxi-fice.

mize his total deductions by minimizing the impact on the reduction of itemized deductions with respect to taxpayers with incomes in excess of \$100,000. Richard may want to develop an

alternative to his long-term strategy of investing in tax-exempt bonds. As part of a new tax package, the tax exemption for state and local bonds may be eliminated. Investing in such bonds compared with investing in taxable bonds is essentially a decision based on which provides the best after-tax returns. Eliminating the exemption will clearly affect such computa-tion. He should, however, consider whether such a change could present an investment opportunity. On such a short-term basis, if old tax-exempt bonds are grandfathered, they may trade at a premium price. If he considers this likely, he may want to consider acquiring a significant position in tax exempts with a view to capital gains upon a change in the law.

What Mr. Clinton and Congress do over the next few months will have an important impact on all U.S. expatriates, who, as Internal Revenue Service officials have reiterated on tours abroad, remain subject to U.S taxation on their Another type of deduction that might be eliminated is the charitable contribution deduction. He has worldwide income (less deductions,

> Sections of this article were prepared by the following Ernst & Young personnel: David Ellingford in London; Bill Church in Tokyo; Jasan Felton, in Hong Kong, and Ingo Baran in Paris. Jack Anderson is a tax partner in

Invest with confidence in a Lombard Fixed Deposit Account and earn

One year period with interest rate guaranteed not to change during the deposit term. Minimum deposit £1,000 - higher rates available

on sums of £25,000 up to £250,000. Interest is paid at the end of the deposit period. The rate shown assumes no deduction of tax and is correct at the time of going to press, but may vary. Details of our current rates are available

**Lombard** DEPOSIT ACCOUNTS

To: Stephen Carter, Lomburd North Central Pic, Banking Services Department 1394, 38a Curzon Street, London WIA 1EU, England.

For full details of our range of sterling deposit accounts picase use this crappor to send for a copy of our bacters and investors because (PLFASE WRITE IN CAPITALS)

A member of the National Westminster Bank group whose

DOLLAR INVESTMENT PACKAGE

High interest on your US-dollar investment! The total investment per package is USD 175,000 of which A package that offers the possibility of optimal returns lating investment can be terminated on giving 30 days'

20.0 15.3 15.2 13.9 12.6 11.0 10.5 10.4

-12.5 -12.2

894,000 453,000

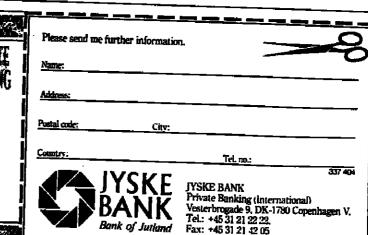
155,000

The total investment per package is USD 173,000 to whom your own deposit composes USD 25,000 that is topped up with a loan of USD 150,000. A 5-year bond investment package in US dollar-related currencies.

Portfolio and risk management handled by Jyske Bank package in US dollar-related currencies.

Portfolio and risk management thandled by Jyske Bank package in US dollar-related currencies.

COPENHAGEN-LONDON-ZÜRICH-HAMBURG-GIBRALTAR-FUENGIROLA



u

ì

ommerce OR PUBLIC

1 Executive

ity Director POPERTY e-European

**WAL VIEW** 

SDA Group. 10-2-93

# Germany's Vogt **Wins Combined** Gold in Japan

SHIZUKUISHI, Japan — Mirwomen's combined competition at

the world skiing championships on Friday, and Picabo Street of the United States surprised the field to win the silver.

Street, the second racer of the day, turned in a stunning downhill run, finishing the Mount Kotakakura course in 1 minute, 26.64 sec-

Only two racers were able to get within a second of her, and one was Vogt, who is among the best down-hillers in the world. Vogt placed second in 1:26.87 and, with her second in Thursday's slalom portion of the event, easily won the

"I'm very happy with the good result," Vogt said. "It was good sking and I enjoyed it. There was a bit of wind but I skied well. The reason was hard training."

Vogt, with a history of confrontations with the German ski team. became her country's first female world champion since 1978.

Said Street: "I'm very happy and very surprised. I felt really good after my run and I was psyched with my skiing. I think to win, to know that I was the fastest one here today, is the best thing."

Anita Wachter of Austria, who had won the slalom portion, won the bronze medal.

After Wachter shaded Vogt by .02 seconds in the slalom, it was men's combined event is to be deexpected that those two would bat- cided with the slalom.

shine with little if any wind, a deiam Vogt of Germany won the cided departure from the blizzard conditions of the previous two

> Organizers took advantage of a break in the bad weather to stage the downhill portion of the men's combined. Luc Alphand of France won it in 1:32.19, .68 seconds clear of the field.

Kristian Ghedina of Italy was second and A.J. Kitt of the United States was third.

More important than the result was the relative placing of the men expected to conlend for the combined medal. Of those, Austria's Gunther Mader had the best downhill, placing sixth in 1:34.29.

Marc Girardelli of Luxembourg, winner of the three World Cup combined events this season, fin-ished 10th. Kjetil Andre Aamodt, second to Girardelli in two combinations this season, was 12th.

The organizers on Friday released a two-option timetable for Saturday, depending on weather

If conditions are good, the women's downhill, called off on Thursbecause of falling snow and high winds, was to go ahead on the Mount Kotakakura piste, while the third official men's downhill training run was to take place on neighboring Mount Takakura.

But if the weather breaks, the



(AP, Reuters) Miriam Vogt soaring to victory on Friday in the combined event.

# Polian Is Dismissed As Bills' Manager

By Gerald Eskenazi New York Times Service

Bill Polian, the bold and highly regarded general manager of the National Football League's Buffalo Bills, has been dismissed, four days after his team became the first one to lose three straight Super

John Butler, the Bills' director of player personnel, was named his

Apparently this was not a case of an unhappy owner with a winningis-everything philosophy. Rather, there had been longstanding differences between Polian, 50, and

Ralph Wilson, 74, the Bills' owner. In fact, Polian said Thursday in a short statement: "Just prior to the start of the regular season, Mr. Wilson and I met in Detroit. He informed me that he wanted to restructure the front office. He

realfirmed that position this week." Wilson, whose financial empire includes auto-parts manufacturing plants and four television stations, was said by his Detroit office to be unavailable for a few days. The Bills said that Polian's departure would have no effect on Coach Mary Levy and his staff.

(Butler, 46, was also given the title of executive vice president, The Associated Press reported on

["John is a competent, stable worker," Wilson said in a state-ment. "I have every confidence in his ability to lead the club and maintain the standard of excellence we have enjoyed over the years."]
Polian, who had been the Bills' general manager since 1986, helped to transform a team that had fallen on hard times into the American Conference's elite club. Indeed, over the last four seasons, the Bills

It was apparent that Polian's tenure was coming to an end, even before the Bills were trounced by the Dallas Cowboys, 52-17, last Sunday in the Super Bowl. The defeat was Buffalo's third straight

in the championship game. He still had at least another year on his contract, but he was being mentioned for the vacant general manager's job at New England, along with speculation that he would go to the Phoenix Cardinals.

Polian joined the Bills' front of-fice in 1984. When he was elevated to general manager in 1986, the Bills had put together consecutive seasons of 2-14.

Three years earlier, they had failed to sign their top draft pick. Jim Kelly, who went to the U.S. Football League, then new. Noting the weather in Buffalo, Polian said, "You must have a

strong running game and a strong defense to win here." A gritty quarterback didn't hurt either, so Polian signed Kelly after the USFL folded. In 1987, he made the complex, three-way deal with the Rams and the Colts in which Cornelius Bennett went to Buffalo. He became a Pro Bowl linebacker.

The Kelly and Bennett deals were sandwiched around Polian's selection of Marv Levy as head coach late in the 1986 season. Levy was an almost-forgotten 58-yearold who had wound up as the operations director of the Montreal Alouettes in the Canadian Football League. Five years earlier, he had been dismissed as head coach of the Kansas City Chiefs, where Polian

had worked for him as a scout. The Bills went on to win the AFC East title four straight seasons before making the playoffs as wildcard entrant (with an 11-5 record)

necks out for an athlete in a sport so rife

with rumors of steroid use. And Reyn-

olds has the stigma, even though there is

no way in the world that Monte Carlo

drug test could prove he used steroids.

A saying that the entire U.S. Olympic track and field team could be "contami-

nated" and might be disqualified from

the Olympics if Reynolds ran at the Olympic trials. Later he narrowed the

charge to the 400-meter runners. U.S.

officials shook in their running shoes.

What they should have done is tell Primo

N JUNE, Primo issued threats, first

### SIDELINES

### Details of Schott's Ban Reported

CINCINNATI (UPI) — Marge Schott, owner of the Cincinnati Reds, will be allowed to discuss key business decisions with the club's general manager during her one-year suspension, a newspaper reported Friday.

The Cincinnati Enquirer said the terms of Schott's suspension were outlined Thursday by an unidentified high-ranking baseball official. Baseball's executive council on Wednesday voted to suspend Schott for

one year and fine her \$25,000 for making racial and ethnic slurs. In addition to being allowed to discuss important club decisions with General Manager Jim Bowden, whom she appointed to run the team, Schott also will be allowed to watch Reds games from the field-level, blue box seals after May 1. The newspaper said she also would be allowed to be involved in negotiations and disputes involving radio and television contracts; banking relationships, including financial arrangements, and nonplayer commitments exceeding \$500,000.

Piggott's Return Postponed in Dubai
DUBAL United Arab Emirates (Reuters) — The veteran British jockey Lester Piggott's long awaited return to racing was postponed on Friday by desert rains and the death of a member of Dubai's ruling family.

Piggott, 57, had been due to race for the first time since being crushed by his horse, Mr Brooks, in October during the Breeder's Cup in Florida. He was to ride in four of the seven races scheduled on Friday at a Dubai track. The Emirates News Agency said the races would be held Sunday. No official reason was given for the postponement, but heavy rain fell om Thursday night and the emirate marked the death on Friday of an elderly member of the Maktoum family with an official mourning period.

### Frost Leads Pebble Beach by a Shot

PEBBLE BEACH, California (Reuters) - David Frost of South Africa continued his outstanding putting to claim a one-stroke lead over Mark Brooks on Thursday after the opening round of the Pebble Beach

National Pro-Am. Frost, winner of four events spread over three continents last year, needed just 25 putts to record seven birdies and only one boggy on the needed just 25 putts to record seven birdies and only one boggy on the Pebble Beach course. Brooks also played at Pebble Beach, where most of Thursday's low scores were recorded. Stan Utley, Davis Love, Bob Lohr and Sam Randolph and Australians Steve Elkington and Brett Ogle were-two strokes behind at four-under-par 68. They all played at either Pebble

 In Singapore, Nick Faldo of Britain remained joint leader of the Singapore Classic on Friday after two rounds, tied at five-under-par 135 with his compatriot Colin Montgomerie.

# Criquielion to Appeal to High Court BRUSSELS (Reuters) — The former world cycling champion Claude Criquielion is to appeal to Belgium's Supreme Court in an attempt to win

damages from Steve Bauer of Canada, whom the Belgian says cost him a second world title. Criquielion's lawyers announced the new round of the legal battle on

Friday, the news agency Belga reported. Bauer collided with Criquielion, a Belgian, at the finish of the 1988 world professional road race. In March, a lower court cleared the Canadian of voluntary or involuntary wounding. An appeal was overturned last week in Ghent.

Criquielion, who won the world title in 1984, accused Baner of riding him off the road at the world championships in Renaix, Belgium, when he seemed certain to win. Criquielion tried to squeeze between Bauer and the barrier as the Canadian led a three-man sprint for the line. The Canadian veered into his path and Criquielion accused him of using his elbow to block him. The Belgian crashed into a policeman and fell, and Maurizio. Fondriest of Italy beat a fading Bauer to win the race.

### IOC Denies Campaigning for Nobel LAUSANNE, Switzerland (AP) — The head of the International

Olympic Committee denied a report that the organization hired a top public relations firm to campaign for the Nobel Peace Prize.

"The International Olympic Committee categorically denies that it has

asked Grey/GCI, or any agency, to campaign for the Nobel Peace Prize for the IOC or its president, Juan Antonio Samaranch, the IOCs president, said in a statement issued by the committee's headquarters on Thursday. François Carrard, the IOC's director general, also denied the story, which was published in the Norwegian newspaper Arbeiderbladet.

"Any source expressing a different view is either wrong or has been misquoted," Carrard said in a letter to the newspaper. "As director

general, I can assure you that we have never had any intention of using Grey or any PR agency for such an assignment."

### For the Record

The San Diego Yackt Club has accepted two syndicates for the 1995 America's Cup Defender Selection Series, one headed by Dennis Conner and another headed by Kevin Mahaney and John Marshall, the club announced on Thursday. (Reuters)

Britain and Sweden became the first countries to confirm that they will send teams to the 1994 Winter Olympics in Lillehammer, Norway, the International Olympic Committee said Friday.

### Ouotable

 Alexander Mogilny of the Buffalo Sabres, after failing in his bid to become only the sixth National Hockey League player to score 50 goals in 50 games: "I'm not from a different planet. I'm human, man."

### Primo vs. Butch: Rivalry Played Out in Courts and the Press cials say they're besitant to stick their

By Christine Brennan

Washington Post Service
NEW YORK — An apology. Now
Primo wants an apology. The ruthless czar of worldwide track and field is asking Butch Reynolds to drop to his knees and say he's sorry for all the embarrassment he has caused Primo Nebiolo and his cronies in the International Amateur Athletic Federation.

And that's not all. Primo would like one other thing: While you're at it, Butch,

> Vantage Point

why don't you just rip up that U.S. federal court order that says we owe you \$27.3 million in damages?

Do that, Butch, and you're free to run

ing ever happened.

To which Butch Reynolds has said, appropriately and without hesitation:

Read my lips — no." You'd think by now the aptly named Primo would just leave Butch Reynolds alone. What more could Nebiolo do to this world-record holder from Columbus. Ohio? Primo took away two years of Reynolds's career with a drug suspen-sion, stole another four and a half earned in the 1992 Summer Olympics, not to mention hundreds of thousands of dollars in endorsements and winnings. Now, if Reynolds doesn't do as Primo wishes, the IAAF is considering suspending him some more.

What did Reynolds do to deserve this kind of treatment? He chose to fight a positive steroid test that was handled so shabbily it would have been laughed out of any court in the land.

As the indoor track and field circuit winds its way to Washington this weekend, the biggest rivalry in the sport remains the sad, troublesome battle between Reynolds and Nebiolo. Nearly eight months after reaching the U.S. Supreme Court, where Reynolds won the right to run at the U.S. Olympic trials, the two are at it again. Primo sits in Rome and waits for Reynolds to crack. Reynolds, a man whose strength exceeds his

speed, steadfastly refuses to crumble. To understand their fight, to realize how utterly unfair the IAAF has been to Reynolds, we must travel back to Aug. 12. 1990, to a small drug-testing room at a track meet in Monte Carlo. Reynolds provided a urine sample to be tested, as he had done dozens of times before in his stellar career. This time, for the first time months because, well, because he just felt in his life, it came back positive.

But there were problems. The IAAF violated about a half-dozen of its own guidelines in testing the urine. Reynolds wasn't allowed to separate the two urine samples himself. The sample bottles (there are always supposed to be two. marked A and B) were not sealed and were not packaged securely. Instead of being sent immediately to a lab in Paris, the bottles spent two nights in two different refrigerators; one in the home of the doping control officer, the second in the

country house of the officer's mother. After the containers reached Paris, tests proved sample A and sample B did not come from the same person. And to top it off, the official who tested the urine also was testing other athletes' urine at the same time, and twice wrote down that the urine containing the steroids was that of an East German athlete, not Reynolds. nted, the IAAF called it "a rou tine case" and kicked Reynolds out of the

sport for two years. NYBODY COULD have tampered Awith Reynolds's samples, if they even were his. Athletes, especially worldrecord holders, occasionally express the fear that their careers can be torpedoed by a technician in a dark lab in a faraway place. Their only recourse is to appeal to the group that runs the test, the IAAF.

After losing to Primo, Reynolds went to

the U.S. courts. It's no surprise he won there. But Primo doesn't listen to U.S. courts. The Olympics were in Spain, where U.S. courts meant nothing, so Primo won again and Reynolds went home.

But the 400-meter man wasn't done yet. He came back and won the \$27.3 million in a courtroom in December and began training again to run this winter. And Primo plotted to stop him once more.

So, the other day, Reynolds stood in a crowded hotel conference room and answered 50 questions about the law and five about sports. Track and field is one of an increasing number of sports in which public relations people hand out two things at news conferences: press releases and copies of court decisions.

to get lost. Could anyone really imagine an Olympics without U.S. track and field Reynolds stood alone. There was no phalanx of athletes beside him for the photo op. No sponsor stood with him. No U.S. track and field official. No U.S. Olympic Committee honcho.

This is sad. From an American perspective, this case is so clear cut, a no-brainer, that one would figure Reynolds would be shooing supporters away. The men and women who run U.S. corporations that sponsor IAAF events would love to drape the flag around Reynolds, right? The USOC or USA Track and Field want to make him their cover boy, right? Well, perhaps not. Privately, U.S. offiblinked, explaining they are bound by their own rules to support the IAAF, come hell, high water or the Bill of Rights. These same sponsors and officials will

But, in the staredown, U.S. officials

have other chances to correct that mistake. They should immediately join the athletes in calling for an independent international board to arbitrate drug cases such as Reynolds's. And they should force Primo to open his books and share his profits in the form of prize money at this summer's world championships. If the IAAF doesn't do this, some top athletes have said they will consider a boycott.

### DENNIS THE MENACE



WHY DO POLICEMEN ALL THEY HAVE TO....
WEAR THE SAME KIND OF THEY'RE CALLED LANSUITS."
CLOTHES?"

JUMBLE THAT SCRABBLED WORD ON LAKBY EVIRT LOCCIA HOW THE GEASIEK PAGGENGER MADE THE COEAN IDYAGE. GERELD

TETMEN LINEESS What the ballet concer work A SPLIT SHIFT

To our readers in France It's never been easier to subscribe and save with our new tall free service. Just call us today at 05-437-437

### **PEANUTS**























STUPIP CAT!

ON MY CHAIR'

again!!



LOUISE, I

JUST THREW

YOUR CAT OUT,

THE WINDOW!

Imprime par Offprint, 73 rue de l'Evangile, 75018 Paris.









WIZARD of ID





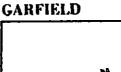


REX MORGAN





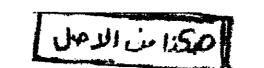


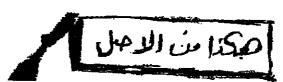












# **SPORTS**

# Heavyweights: The Tale of the Tape

The tale of the tape after the weigh-in for the world heavyweight title fight on Saturday in New York between Riddick Bowe, the champion, and Michael Dokes:

2 3m 3 CD 4 22 5

արիակավումիակայանականականումիանումիան Riddick Bowe Michael Dokes 6' 5" (1.96 m) 243 (110.2 kg) Weight 244 (110.6 kg) Neck 17%" (44.4 cm) 17%" (44.4 cm) 81" (205 cm) 78" (198 cm) Chest (Normal) 46" (116.8 cm) 44" (111.7 cm) Chest (Expanded) 50" (127 cm) 46" (117 cm) 17" (43 cm) 15" (38 cm) Bicep 17" (43 cm) Forearm 13" (33 cm)

8" (20.3 cm)

13½" (34 cm)

36" (91.4 cm)

16%" (42 cm)

26%" (67.3 cm)

7%" (19 cm)

12½" (31.7 cm) 35" (89 cm)

25" (63.5 cm)

15" (38 cm)

Wrist

Fist

Waist

Thigh Calf

in Reported

eliponed in Dubi

Service Services

- 5 - 1 (to the

High Count

----

. . . . . .

- 3

- î. C

•

- 3e - p

Dokes and Bowe Weigh In as Fit for Title Fight By Michael Martinez New York Tunes Service

NEW YORK --- Maybe all that linguine and clam sauce actually helped Michael

Dokes lose a few pounds this week. Dokes, who appeared to live it up while Dokes, who appeared to live it up while training only occasionally for Saturday trained in Las Vegas, Nevada, where he champion. Biddick Beau against the apparently are well but still kept his weight champion, Riddick Bowe, surprised himself and his camp when he stepped on the

self and his camp when he stepped on the scales at Thursday's weigh-in.

Wearing only a smile and an athletic supporter, Dokes weighed 244 pounds (110.6 kilograms), four pounds less than his trainer had anticipated and a lot less than his trainer had anticipated and a lot less than his trainer had anticipated and a lot less than his trainer and divine resimen indithan his training and dining regimen indi-

Bowe, who will defend his title against Dokes at Madison Square Garden, weighed 243 pounds, eight more than when he fought and beat Evander Holyfield for the championship on Nov. 13.

"His weight is no problem," said Eddie

period to train and the weather was a lot decision against Jose Ribalta, he was a different."

New York State Athletic Commission, matchmaker, Bobby Goodman, tried to said, "Both are fit to fight."

matchmaker, Bobby Goodman, tried to said, "Both are fit to fight."

Bowe spent the last month in the Poconos, where temperatures were cold and. according to Futch's reasoning, less condu-

"I figured he'd come in at 248," said Dokes's trainer, Bill Slayton, "but we haven't been weighing him the last few days. We knew he could get to 242 if he worked out, but he didn't train yesterday and today. He came out and surprised us.

Dokes stayed out of the gym because, he said, he felt flat early in the week. "If the fight had been Monday," he said,

"I would have gotten whupped." Weight has always been an issue with Dokes, 34. When he met Holyfield in their to Dokes were eliminated Thursday when notice that the room was full of both televifight.

The days of 225 pounds are apparently

"He could never make that weight again." Slayton said. "He never really left

'Michael thinks that being a heavyweight

means being heavy.' Randy Gordon, chairman of New York Athletic Commission

comfortable at that. What he's got now is all solid weight. Everybody thinks he's got a gut, but all we did was get rid of his baby

"His weight is no problem," said Eddie classic bout four years ago, he came in at both fighters underwent prefight examina-Futch, Bowe's trainer. "He had a shorter 225. But in October, in winning a 10-round tions. Randy Gordon, chairman of the

Futch also said he was feeling fit. Although there had been discussions in his Dokes ignored him. camp about keeping him from climbing into the ring between rounds. Futch, who spent several days in the hospital last week for a heart problem, said be would conduct

"I'm going into the ring," he said. Of course, no one expects Futch to do much climbing. Bowe is a heavy favorite, and most observers are predicting the bout will end quickly. But Dokes has insisted, when asked, that he wouldn't be in New York if he didn't believe he could win.

was serious about making the fight inter-

Although clothed in only the bare essentials for the weigh-in, he seemed not to sion cameras and casual observers. When he turned around, the Garden's lasts," he said.

clock this man would find a way

calling Johnson "by far the best

player I've ever played against, or ever seen," Bird also revealed

that his old nemesis had troubled

his sleep, too.
"We're retired," he said.

"We're not coming back again. Let me ask you: Would you get

A special tribute came from

Bird's teammates on what was

perhaps the most imposing front

line in NBA history; center Rob-

ert Parish and forward Kevin

"This is a Celtics family re-union," said Dave Gaviti, the

The veterans themselves could

have gotten up an impressive all-

time feam. Among the returnees

were John Havlicek, Dave

Cowens, Tom Heinsohn, Tom

(Satch) Sanders, Sam Jones, K.C. Jones, Bill Walton and

Noticeably absent were the two Celtics who were the most

prominent in the team's history

before Bird: Bill Russell and Bob

Cousy. Cousy had a prior en-

gagement, according to a Celtics

spokesman, but Russell's where-

Opponents who couldn't at-

Ewing, Dominique Wilkins,

Charles Barkley, Chris Mullin and former Celtic Danny Ainge

Perhaps no one appreciated

this night more than the fans,

who saw a fading dynasty resur-

rected almost overnight when

Bird arrived from Indiana State

I'm going to miss the fans of Boston," he said. "Your voice,

your excitement brought every-

body to that level we needed to

"I did my very best to please each and every one of you."

Most of all, believe it or not,

- Michael Jordan, Patrick

abouts were unknown.

sent video tributes.

University in 1979.

get over the humo.

the hell out of my dreams?"

McHale.

team's president.

Dennis Johnson.

Bird returned the favor by

to win that damn game."

rescue an embarrassing situation. "Don't turn around," he implored.

Before the weigh-in, Gordon conceded that he was somewhat concerned about Dokes's condition.

"Michael thinks that being a heavy-eight means being heavy," Gordon said. "If I had total say in his physical well-being, I wouldn't have him training at a hotel. He'd be up in the mountains somewhere, chopping wood."

In contrast to a news conference on Wednesday, Bowe did little smiling and talking. When photographers asked the His weight Thursday indicated that he two fighters to pose together, they did it with scowls. They did not look at each

everyone else, was not looking for a lengthy

"I feel it'll be a great fight — while it

# No. 33 Is Retired to the Rafters as Celtics Bid Farewell to Larry Bird



Washington Past Service BOSTON — They cheered

By Christopher B. Daly

loud and lone at Boston Garden for Larry Bird, saying farewell to a small-town Indiana boy who became one of the dominant players in the history of the Na-tional Basketball Association. Wearing a Celtics warm-up

suit and accompanied by his wife, Dinah, and 18-month-old son, Connor, Bird helped the leg-endary Red Auerbach hoist a banner to the Garden rafters bearing the number 33, the 17th to be retired by the NBA's most storied franchise.

"Tve been very fortunate over the years," Bird told a packed house of more than 15,000 on Thursday. "I've played with some of the best players who ever played the game.'

Tonight I leave basketball forever. I leave the game I love," added Bird, 36, whose bad back forced him to retire in August after a 13-year career that included league championships in 1981, '84 and '86.

"I dedicated my life to basketball, I dedicated my life to the Boston Celtics, I dedicated myself to the fans of Boston, Tonight I leave you and I say thank

There was no game, but tickets ing him "a lot of sleepless priced the same as for games went quickly. It was quite a tribute to a man who, by his own admission, could not run very son said. "But more than that fast or jump very high. The "Hick from French Lick." was that I feared you more than anybody else. Because I knew that if there was any time on that

Fittingly, Bird's co-star was the player who had been his greatest rival since the 1979 National Collegiate Athletic Association championship final: Ear-vin (Magic) Johnson. There were many past and present Celtics present, but Johnson was the only opponent at the two-and-a-half hour extravaganza

He joined Bird on stage wearing the yellow and purple colors of the Lakers, a team that evokes respect and enmity in this building. Smiling broadly, Johnson drew a standing ovation and embraced Bird in a midcourt hug.

The evening's emcee, the sportscaster Bob Costas, noted that Bird and Johnson entered the league together in 1979, played in championship games against each other, played together on the dream team of the 1992 Olympics, and will no doubt enter the sport's Hall of Fame together in five years, as soon as they are eligible.

Johnson blamed Bird for giv-

### 5 Nations: Is England nights." "You're the best all-round Beatable? player that ever played," John-

LONDON - A 16-15 home victory over France has put England on the road to an unprecedented third Grand Slam in a row in rugby's Five Nations Championship. Ironically, it also has given hope to England's rivals.

The French came close to upsetting favorite England at Twickenham last month and exposed weaknesses the other Five Nations' teams thought did not exist. En-gland's handling was clumsy close to its own line and for much of the game the French dominated the line-out play and the scrums.

Yet England now has won nine straight Five Nations games and remains favored to complete another Grand Slam.

While Scotland goes to France on Saturday, England travels to Cardiff to face Wales, a team striving to recapture the fire and passion that made it Europe's best team of the 1960s and '70s. The Welsh are stirring from a low period in which they lost at

home to Western Samoa in the 1991 World Cup.
Last season, Wales won two
games and lost two and hopes to improve on that this year.

Hampered by injuries, however, Wales is forced to send out a comparatively inexperienced team against a powerful English lineup that has hardly changed over the

last three seasons. Against an English front-row tio that has been canned a total of 98 times, Wales has named debutants Nigel Meek and Ricky Evans alongside Hugh Williams-Jones, who has made just six appearance:

As usual, the Welsh will be roared on by their noisy fans, but England has seen all that before. Two years ago, the English silenced the Welsh crowd with a 25-6 victory.

Scotland downed the weakest team, Ireland, 15-3 at Murrayfield three weeks ago yet will be an un-derdog in Paris. Its last victory The French played well enough to claim a moral victory over the Eng-

lish and were denied a triumph when

Jean-Baptiste Lafond's long-range

drop goal attempt hit the crossbar.

SOUTHERN CAL,—Named Charle White running backs coach. Bob Paidic, assistant

pathall coach, is leaving to become offensive

tor, Named Kelth Burns outside Rnebacker

omm

OR PU

4 State

f Exec

aty Dire

PROPE

e-Europ

onal Ch

3DA Gr

ibuna

10-2-

# Last-Gasp Illinois 3-Pointer Sinks No. 9 Hawkeyes, 78-77

They have dominated college basketball news inrecent weeks because of a tragedy and the inspired victories that followed.

On Thursday, the ninth-ranked Iowa Hawkeyes were once again the focus, this time because of a wild game with Illinois (13-6, 6-2 Big Ten) that was won on the last play, a desperation 3-pointer by Andy Kauffmann that caught all net and gave the Illini a 78-77 victory in Champaign, Illinois, "I think anyone who was here tonight witnessed

almost an unbelievable game," said the Illinois coach, Lou Henson. "I've never witnessed one like that in 50 years of basketball as a player and a coach." Iowa's loss was its first since the death of starting forward Chris Street, who was killed in a car crash Jan. 19. The Hawkeyes (14-4, 3-3) had won

State in their first game after Street's death, and beating No. 7 Michigan last Sunday. Kaufmann's game-winner Thursday came after

twice since then, coming back from a 10-point deficit in the final two minutes to defeat Michigan

the lowa players had already celebrated what they thought was a victory. Iowa went ahead 77-75 when a rebound deflected into the basket off the hand of an Illini player.

The clock ran down to 5 seconds, but the officials ruled that Illinois had called timeout a second

### COLLEGE BASKETBALL

earlier, and the game clock was reset to 1.5 seconds. After a timeout, T. J. Wheeler launched a long inbounds pass that Kaufmann snared in the front court. He dribbled, spun and launched a three-pointer from about 22 feet.

No. 8 Arizona 96, Stanford 61: Arizona stretched its winning streak to 12 games by dominating Stanford on the boards in Tucson, Arizona. The Wildcats (14-2, 8-0 Pac-10) outrebounded the Cardinal, 54-24, and opened leads as big as 42 points in the second half.

Pacific 62, No. 10 UNLV 56: In Stockton, California, J. R. Rider, averaging 35 points in his last seven games, missed his first six shots and finished with just 16 points as the Runnin' Rebels lost to Pacific (10-8, 6-4 Big West) for the first time in their last 27 games — a streak that dated from Jan. 3, 1972.

No. 13 Wake Forest 65, N. C. State 54: In Raleigh, North Carolina, Rodney Rogers scored 21 points and Randolph Childress added 20 as Wake Forest (14-3, 6-2) won its sixth straight Atlantic Coast Conference game. The victory forged a three-way tie atop the conference standings between the Demon Deacons, No. 6 North Carolina

and No. 12 Florida State. The Wolfpack (5-11, 1-7) made only 6 of 23 3-No. 18 Tulane 72, Virginia Tech 59: In Blacks-

burg, Virginia, Tulane won its 11th straight game, getting 18 points and seven rebounds from center Anthony Reed. Reed had 14 points and all four of his 3-pointers in the first half as the Green Wave (16-3, 6-0) built

a 35-29 lead over the Hokies (8-8, 1-5).

No. 21 Utah 88, Wyoming 64: In Salt Lake City,
Byron Wilson and Mark Rydalch scored 16 points each. Josh Grant contributed 14 points and 14 rebounds and Phil Dixon added 12 points as the Utes (16-3, 9-1) rolled over the Cowboys (10-9, 4-6) in a Western Athletic Conference gan

Clemson 83, No. 22 Georgia Tech 80: In Atlanta, Clemson (11-6, 2-6 ACC) overcame the absence of an injured starter and a fouled-out starter to end a 20-game losing streak in ACC road games. Georgia Tech (11-6, 4-4) had rallied from a 70-60 deficit with 5:48 remaining, but the Tigers took the lead for good with 47 seconds left.

No. 24 Virginia 76, Maryland 68: In College Park, Maryland, sophomore guard Cory Alexan-der scored a career-high 27 points and Doug Smith made the decisive basket with 1:31 left as Virginia (13-4, 5-3) ended a three-game skid in the Atlantic Coast Conference. Kevin McLinton led Maryland (10-8, 1-7) with 25 points.

ed Ray Dort running backs coach. NGS POINT—Named Andy Cost base

LA SALLE-Extended contract of Bill Mor-

Missouri Valley Conference— -Tolor's bookeball team and men's and women's track, golf and termis learns will be sucluded from conference postseason play in white and sorins. 1993 seasons because of violations in men's and women's track, during 1983-99 accomb: years. N.C.-CHARLOTTE—Nomed Ston Cocke in-heirs aren's brods coords.

NICHOLLS ST.--Named Dovid So

ng coach. KENTUCKY--Promoted Daryl Dickey,

ocean. OKLAHOMA ST:—Named Da 's tennis coach; James Viahakis wo will coach; and Cathy Pusifese wo

ssistent softball coach, PEPPERDINE—Named George Kuntz PLYMOUTH ST.-Lou Desloges, Incitati

thietic director
Mississippi ST.--Named Bruce Artans ffensive coordinator. MISSOURI—Named Merie Hall defensive tordinator. Missouri Valley Conference-

SAN FRANCISCO—Suson Bethonis, wom-

and Frontico-Sustin perioris, won-en's vollevball coach, resigned, Suspended Rich Klein, basketball center, from the team for follure to follow academic resolutions. SAN JOSE 5T,—Named Tom Godd deten-sive coordinator and histor linebackers coach. SAN JOSE—Named Wolfy Godding Interim

football couch.
SANTA CLARA--They are dropping their tootball program, SETON HALL—Scott Windychok, men's cooch, Named mille Rilley attending conclino-fer and quarterbooks cooch, James Strem strength and conditioning cooch, and Tim Prutop, video coordinater. SYRACUSE—Named Chris Rippon deten-sive secondary cooch. TEMPLE-Named Dean Chester wide re-

TEXAS-ARLINGTON-Nomed TEXAS-PAN AMERICAN—Mary Jone He

VIRGINIA ST.—Named Larry Br sistent athletic director. VMI—Bobby Jones, guard, has been dis-missed from basketball fearm and school for missed from bosketbell team ( violation of school regulations

**ESCORTS & GUIDES** 

DUSSELDORF COLOGNE BONN teobolic's Excert Service.

# INTERNATIONAL CLASSIFIED

**MERCEDES** 

TBL: (071) 351 6666

ULTIMATE '10' 212-888-1666 NEW YORK ESCORT SERVICE

\* \* Z U R I C H \* \* Coroline Stoort Service 01/252 61 74

" GENEVA & PARIS" "PRESTIĞÊ INI'L ESCORT SERVICE" Pecce call GENEVA 022 / 321 97 61 Grest Service. Tet: 637 63 36 or 631 06 43. GENEVA "ESCORT AGENCY "ZUBIO BASE. " (AUSANNE " MONTRE. Gradit Cords Accepted Phone calls Tel. 187/75 64 88

**ESCORTS & GUIDES** 

ZUMON COMPLIA

VERMA GENANY ZIMBCH
Kamedy's European Escent Service.
Coll Vience, Austria + 43 1 532 11 32

"VIENNA "PARIS "BUDGET
Éurocompat left Escent + Trough
Service. Coll Vience + 43-1-616 01 02.

### (Continued From Page 4) ESCORTS & GUIDES ESCORTS & GUIDES

"\* ZURSCH NEW " VYOLET "
Escart Service. Credit conds accepted
Tel: 077 / 63 83 32.

Princes Escart Service, 7 days. Tel: 0161 / 264305. GENEYA TODAY Excert Service Tel: 022 / 735,12.67

GENEVA SCANDRIAVIA

ESCORT SERMOE CAROLE \*\*\*

Tol: U77 / 25 37 17. SEMEVA, GEISHA ESCORT Service. Major credit conds accepted. 7 days. Tels 197 / 91 00 50. LONDON CARRIEAN Escort Service (1971) 233 7047 7 does

Inchelle S Excert Service.
Tel: U211-394650 or U161-2240162
PRIME TIME SECONT SERVICE
In Marketton Days/Evenings
212-279-8522 USA.
DUESSEDORT \* COLOGNE \* BONN
Escert and Guide Service.
Tel: U211-456 66 87. RANKFURT & AREA More's New Infl Escort Agency. Fleese Coll 069 - 597 66 66, Dolly. Escrit & Guides & Trovel Service Tel: 0161 - 2634417 MUNICH \* WELCOME ESCORT & GUIDE AGENCY. PLEASE CALL 089 - 91 23 14.

### TO OUR READERS IN BUDAPEST

Hand delivery of the IHT is now available on the day of publication. Call today: 175-7735

### **SCOREBOARD**

### BASKETBALL NBA Standings

EASTERN CONFERENCE

.405 .341 .286 6 674 600 524 508 689 652 619 PCI .667 .626 .591 .357 .275 .273

780 — 463 4 461 5 523 1694 523 1096 444 14 202 17 THURSDAY'S RESULTS
Golden State 27 28 25—181
New York 27 21 28 25—185
Multin 11-22 1-2 23, Hardinway 9-22 1-2 20;
Smith 4-14 8-10 21, Starks 10-23 9-21 28 Rebeends Golden State 51 (Multin 9), New
York 54 (Smith 72), Assists—Golden State 20
(Hardinway 12), New York 25 (Oakley, Starks,
Dissent 4-1

14 28 27 24 6—143 New Jersey 25 33 13 26 16—113 Plarce 9-17 8-7 26, Johnson 19-23 3-3 23; Cole-

| New Jersey | 18-725. Johnson 19-223-322; Caleman 5-11 18-12 20, Petrovic 12-18-7-7 35. Rebeards—Scottle 50 (Kerney 9), New Jersey 53 (Coleman 22), Assists—Scottle 51 (McMillian 6), New Jersey 25 (Anderson 8). | Coleman 22), Assists—Scottle 51 (McMillian 6), New Jersey 25 (Anderson 8). | Indiana 25 21 30 39—115 | Son Antonia 31 31 48 31—133 | McCloud 7-13 0-0 15, Fierming 8/6 8-10 24; | Elliott 9-13 4-5 22, Rebinson 7-10 4-8 29, Rebinson-Indiana 50 (Fierming 8), Son Antonia 49 (Robinson, Reid 8), Assists—Indiana 21 (Fierming 7), Son Antonia 23 (Johnson 10), Chicogo 21 16 25 34 11—164 | Lac Clippers 21 24 36 23 9—165 | Lac Clippers 32-7-7-28, Jordan 13-34-7-33; Machina 10-257-6-27, Roberts 16-14-2-22, Harper 7-16-4-4-21, Rebounds—Chicogo 51 (H. Grunt 14), Las Angeles 58 (Ruberts 15), Assists—Chicogo 18 (Pippers, Armstrons, Jordan 4), Las Angeles 30 (M. Jockson 12), 29 22 79 39—118

United 29 22 29 36—118
United 29 22 29 36—118
LA Lokers 36 27 21 38—714
K. Malone 11-29 10-13 22, Stockhon? -13 2-3 19; A. K. Mettone 11-20 r0-13 22, Stockron 7-13-3-3 77; 7: Green 9-13 5-8 23. Worthy 6-15 6-8 18. Re-1 beunds—Utloh 59 (K. Mellone 10), Los Angeles 65 (Green 11), Assists—Utloh 28 (Stockron 10), Los Angeles 27 (Worthy 7). Major College Scores

Massochusetts 64, West Virginig 59, OT Manenouth, N.J. 54, Robert Morris 48 Rider 84, Long Island U. 76 Signa 64, St. Pater's 51 Sieno 64, St. Pater's 51
St. Francis, NY 74, Mount St. Mary's, Md. 72
Vermont 94, Cent. Connecticut St. 86
Wagner 89, St. Francis, Pa. 88
Wagner 89, St. Francis, Pa. 88
Campbell 89, Radford 84
Cleman 82, Georgia Tech 80
Georgio 51, 36, Mercer 57
Louisland Tech 78, Jacksanville 75
Louisland 78, Santh Florida 61

Louisville 78, South Florida McNaese St. 102 NW Louisi

writer Forest & N. Carosina MIDWEST Cleveland St. 69, Creighton & Dayton 78, Dusuesne 77 Detroit Mercy 15, Burlier 82 Drake 69, N. towa 59 Hillnois 78, Iowa 77 S. Hillnois 78, Iowa 77 S. Hillnois 78, Iowa 77 S. Hillnois 78, Iowa 78 S. Hillnois 78, Iowa 77 S. Hillnois 78, Iowa 78 S. Hillnois 78, Iowa 78 S. Hillnois 78, Iowa 79 S. Hillnois 78 Xavier, Ohio 56, La Saile 49

Arkansos St. 74. Texas-Port American & Stephen F. Austin & S. 5W Texas 54. & Texas-Son Anonio 71. Som Houston St. & Arizona 94. Stanford & Arizona 51. 90, California 83 Brigham Young 81. Calorada \$1. 57 Fresso \$1. 49, Hawali & Fresso \$1. 49, Hawali & 4 Brightim Young St. Courted St. Freshe St. 49, Hawaiii 44
N. Artzona 68, Sacramento St. 6
Pocific V. 42, UNLV 56
Peoperdine 73, Santa Clara 71, I San Diesa St. Layda Marymoul
San Diesa St. 72, Air Force 62
UC Irvine 52, Nevada 79 ta Clara 71, 01 Ulah 85. Wyomine 64 Ulah 31. 86. Cal 51.-Fullerium 61

### SKIING

WOMEN COMBINED
Results Friday from Shirousishi, Japon in
the dewahili portion of the combined: 1, Picopo Street, U.S. 1 minute, 244 spcanda; 2,
Mirlom Vool, Germany, 1:2437; 3, Charlol
Bournissen, Switzerland, 1:2733; 4, Regine
Covagnoud, Franca, 1:2745; 5, Regine
Covagnoud, Franca, 1:2745; 5, Regine
Hoousi, Germany, 1:28,02
4, Stephanie Schuster, Austria, 1:28,15; 7,
Kerrin Les-Garbert, Concols, 1:28,18; 3, 91. Kerrin Lee-Goriner, Conodo. 1:29.18; 9, Bi-biana Perez, Italy, 1:29.25; 9, Carole Montillet. France, 1:28.35; 10, Megan Gerely, U.S., 1:28.45. Ti, Eriko Hansson, Swedon, 1:28,57; 12, Nathalie Sauvier, France, 1:28,72; (1e) Lucka Medzinrodska, Słovakia, 1:28,72; 14, Martine Erti. Germany, 1:28.86; 15, Tatiana Labedaya.

Final combined results from Salguluisas (based 64 results of Thursdoy's sistion and Pridey's develoit): 1, Mirlam Voot, Germany. 139 points: 2. Picabo Sireet, U.S. 32.15; 3, Anito

Wochter, Austria, 23.52; 4, Biblioma Perez, Hoty, 39.94; 5. Eritica Horsson, Sweden, 42.45.
4, Stephanie Schuster, Austria, 47.30; 7. Lucia Melzzhrodska, Sinnida, 53.94; 8. Uhrite Moller, Austria, 54.25; 9, Norino Golibia, Hohy, 54.51; 18, Charita Bournissen, Switzerland, 51.98.
11, Regine Covagnoud, France, 69.73; 12, Mariane Kjoerstot, Norway, 72.45; 13, Americane Kjoerstot, Norway, 72.46; 19, Americane Kjoerstot, Norway, 72.46; 19, Americane Kjoerstot, Norway, 72.47; 10, Claire De Portotes, Britain, 85.09; 15, Regino Hazusi, Germany, 87.02.

Results Friday from Shkukutshi in the dombiti portion: 1. Luc Alphond, France, 1 minute, 32.19 seconds; 2. Kristian Ghedina, Italy, 1;32.67; 3. A.J. Kitt, U.S. 1;33.50; 4. Adrier Duvillard, France, 1:3274; S. Bruno Karnen 11, Switzerland, 1:3406. A. Guenther Mader, Austria, 1:3429; 7, Tom-my Mae, Palmer, Aloska, 1:3434; S. Christophe my Moe, Pointer, Alesko, 13434; B. Caristophe Pie, France, 13436; (fie) Luişli Colhurf, Ilohy, 13436; (ii), Pointik Josephyn, Sweden, 13447; 11, Morre Girandelli, Luxembourg, 1;3453; 12, Losse Kilus, Norwoy, 1;3454; ii3, Markus Foster, Liechterstein, 1;3470; 14, Rohner Sob-gebor, Austria, 1;3476; 15, Martin Field, Ger-many, 1;3483.

TENNIS PAN PACIFIC OPEN
Priday, in Yekohomus, Japan
Simples, Quarterficels
Steffi Graf, Germony (1), daf. Yone Kamio, Japan, 6-1, 6-2; Nariina Novraii States (3), def. Nothaile Tauxiat, France, 6-1.

62: Jang Novaine, Czech Republic 141, ver-62: Jang Novaine, Czech Republic 141, ver-Pom Shriver, United States, 6-7 (5-7), 6-3, 6-4; Pom Shriver, United States, 6-7 (5-7), 6-3, 6-4; Hiroki. Japan. 62, 63. DAVIS CUP Asio-Oceania Zele
Grass Two
Majaysia 1, China 1
Terrence Chia, Majaysia, def. Pan Bins 1-6,
3-6-6-2, ret.: Xia Jisoftas, China def. Ramaran
Ramacharan, Majaysia, 1-6, 6-6, 6-7, (1-7).
Pakisian 1, Sri Lanka 1
Rahan de Silwa, Sri Lanka def. Mahananad

Khalid, Pokliston, 6-4.4-5, 3-4, 5-7; Mohammid Khalid, Pakliston, def. Jevendre Wuevese Kero, Sri Lanko, 6-3, 6-2, 6-2. Philippines 2, Toiwan 8 Felix Barrientos, Philippines, del, Chen Chih-lun, Tahen 7-5, 6-3, 6-1; Reland So, Phil-

SOCCER

SPANISH CUP Teird Round, First Log and 5. Atletico Medrid 0 TRANSACTIONS

BALTIMORE—Agreed to one-year contracts
the time processed left Williams and John O'Don with Jim Plate, Jett Whitehing and Jeff Tacketl, suicher, CHICAGO—Agreed to three-year contract

CHICAGO Agreed to one

CINCINNATI-Agreed to gne-yes

PITTSBURGH—Agreed to minor-league contracts with Russ Morman, first baseman. controls with roots were man, in a description of Tim Leiper, outfleider.

SAN DIEGO—Agreed to one-year control with Gury Steffield, third basemon.

SAN FRANCISCO—Agreed to 1 year control with Math Williams, third basemon.

Agreed to one-year control with Trever Wil-

BASKETBALL DALLAS-Wolved Tracy Moore, guard DENVER—Put Rabert Werdam, center, or hitured list. Signed Torn Hammonda, forward for remainder of 1992-93 season. NEW JERSEY—Activated Tatle George quard, from injured list. Put Mourice Cheeks

FOOTBALL National Football League CINCINNATI BENGALS—Signed Ros inderson, kicker, DENVER—Named John Paul Young lim erel manager, to a 3 year contract.

National Hockey League
N.Y. ISLANDERS—Recalled Daniel Mar
els, forward, from Capital District, ANL.
N.Y. RANGERS—Sent Alexal Kovaley, for work, and John Messier and Peter Andersson defansemen, to Binghombon, Ajri... SAN JOSE—Recalled Perry Berezon and John Carter, forwards from Konsos City. IHL. Assigned Jaroslav Otevnel and Row Whitney, forwards, to Konsos City, IHL. Naived Michel Picard, forward COLLEGE

BIG TEN—Suspended Andy Kilbride, Wis-consin guard, and Cedric Neloons and Mart Purdy, Northwestern forwards, for one come Purdy, Northwestern forwards, for one come for Rohitm devine some on Feb. 3. MCAA—Put University of South's offsietic program on probotion for 2 years for violations of MCAA legislation in men's bostetibul, NCAA—Named Col Si.-Hoyword athletic director Doug Wels to Division II baseboil contrattee; Memphis St. athletic director Challes Covenne to council rea, locammuni-cations compilities. ketball coach Morgaret Parsons Division III
rep. to women's basketball rules committee.

apring's secson.

COLORADO—Named Elliot Useloc teat-ball swords and centers cooch. roll swords and centers cours.

COLORADO COLLEGE—Brad Buetow,

colorado est ent of secsor. hockey coach, will resign at end of sea DUKE—Named Buddy Gels offensive coa

DUQUESNE-Will lagve Mich raference, effective July 1. FRANKLIN & MARSHALL—Nomed Steve

Coulson women's velleyholl coach.
INDIANA ST/-Nomed Mory Ann Calplay

ESCORTS & GUIDES

BELLE EPOCH

LONDON ESCORT AGENCY MAJOR CREDIT CARDS ACCEPTED

International Escarts Service Available Worldwide 212-765-7896 New York, USA Major Credit Cords & Checks Accepted

TOKYO \*\*\* ISCORI SERVICE

GENEVA ALLIANCE INT'L \*\*\*
Except Service and Travel. Multilingual
Tel: 022 / 700 21 33. ESCORT SERVICE of over Germany Tel: 02161-183650 or 183599 " B L O N D E S " GERMAN " SWEDISH " SWISS Excor! Service, Tal (07) 730 0405 DEENTAL ESCORT SERVICE Days and evenings Please phone 6/7 225 3314 Londo

\*LONDON\*EMMANUELE\*\*REMCH \*TALIAN\*Exort Service creditords. 071 235 4889 or 0831 533883 Escort Service Tel: 01 / 431 93 13 Cords.

MELAN LUGANO YENCE EXCLUSIVE Foott Service. Tel: (19-2) 8057506 or Tel: (19-362) 557417.

ITALY PARIS COTE D'AZUR French Riviero Escort Agency Dial (kt l) +39 184 348 87

the WCI aro

ОΠ

# ďid

# The Cabinet Maker

**DAVE BARRY** 

mentator to point out that the Clinton administration has failed. Look at the evidence. Bill Clinton has been president for more than two weeks now, and:

• The national debt is still enor-

• The world is still rife with oppression, famine and genocide. • George Steinbrenner is still at

The time has come to ask: What went wrong? How could failure Let's see your cabinet membership have come so quickly to Bill Clinton, who started out with so much promise, so many ideas, such a large volume of hair? As is so often the case with great historical issues, we will not truly know the answer

until we read the next sentence. The answer is, Clinton wore himself out selecting his cabinet. Previous presidents didn't waste a lot of energy on this task. They appointed cabinet members pretty much at random from a small pool of wealthy, golf-playing, respected, nent white males, replacing them as they became indicted. (Ronald Reagan had to wait for the World Almanac to be published to find out who was in his cabinet.)

It didn't MATTER who the appointees were, because under our constitutional system of government, most cabinet members have no actual duties other than to pose for their official oil portraits. The only cabinet members with respon-

sibilities beyond that are: The secretary of state, who is required to fly to the Middle East every three weeks to deliver a historic peace initiative, to be placed with all the others in the huge, climate-controlled Peace Initiative

Storage Facility; The secretary of the Treasury,

who signs all the money; The surgeon general, who treats the blisters on the Treasury secretary's hand. (For the benefit of those of you who care about the facts, let me note that the surgeon general is not, technically, a member of the cabinet. The surgeon general is, technically, on the Supreme Court.)

Sure, sometimes in the news you see Photo Opportunities of the president sitting with his full cabinet around a big table, everybody frowning and looking important,

MIAMI — Allow me to be the but you never hear what actually first professional news com-

PRESIDENT: O. K., so we want, let's see . . . 14 jelly doughnuts and nine powdered sugar, am I

CABINET MEMBER: And a prune Danish. PRESIDENT: Who the hell are

you? CABINET MEMBER: I'm secretary of vegetable and mineral af-

PRESIDENT (suspiciously): card. (He examines the card.) You bonehead! This expired in 1978! You were in the CARTER cabinet.

CABINET MEMBER: Whoops!

Then along came Bill Clinton, who owed his election to the approximately 17,000 feisty specialinterest groups we like to call "the Democratic Party." Clinton could not merely select traditional random white males. Instead, he spent what seemed like the better part of 1992 in a grueling effort to select a cabinet that, as he put it, "looks like America," by which he meant, "looks like one of those comically artificial TV commercials so determined to exhibit one member of every major minority group that practically make the actors

wear large signs with labels like 'ORIENTAL.' CLINTON: I'm pleased to announce that I'm appointing, to the critical cabinet post of secretary of fisheries and hatcheries, a person who is not only a person of gender, but also a learning-disabled diabetic Norwegian-American Southern person of partly Aleutian descent. REPORTERS: What is this per-

son's name? CLINTON: I have no idea. So he was clearly exhausted by the cabinet selection process, and that was just the beginning. He also had to find appointees of the correct ethnicity and gender for the thousands of other key positions in the many crucial agencies that make up the vast, ever-mutating, money sucking blob we like to call "the federal government" This was a MASSIVE job. No wonder that, af-

ter all this appointing. Clinton has no energy left to be president. I'm getting tired just THINKING about it. Wake me up when it's 1996. Knight-Ridder Newspapers

# Rosemary Clooney, a Happy Singer Again

By Deborah Grace Winer

NEW YORK — Under iron-gray New York skies they start to gather at 8 A. M. By lunchtime, there are several thousand. A sea of silver hair blankets the Winter Garden at the World Financial Center. They are her people, people who ignored blizzard warnings and came by bus and subway and car from Queens and Staten Island and New Jersey to see an old friend.

She finally appears, a grandmother in wire-rimmed glasses with a cold, singing love songs, and they cheer and shout "Rosie!" The young professionals by now cramming the stairway and hanging from the gallenes are caught up in the enveloping aura of this finger-snapping mama who sings and swings, and for an hour it's as it city life is suspended.

There is only the music and Rosemary Clooney. Clooney, who found stardom in the 1950s when her recording of the novelty song "Come On-A-My House" became a runaway hit, is at her peak these days. Much has changed since she was that young girl with the honeycolored looks and cushy alto who starred with Bing Crosby in "White Christmas." There is nothing retro about her no theatricality, no camp, no glamour of a bygone era.

At 64, the Rosemary Clooney who has emerged over the last decade as an icon of classic pop and jazz is a hip earth mother, intuitive, intelligent, without pretense, coloring her visions of the pop repertory with a husky-smooth,

She seems to have finally exorcised the baggage of her 5-year "comeback trail" since a nervous breakdown. For her 1992 album, "Girl Singer," Clooney has received her first Grammy nomination since 1960. The release this month of her new album, "Do You Miss New York?," coincides with her fifth annual monthlong engagement at Rainbow and Stars in Manhattan. .

"Thirty years ago I sang this song to your parents," she likes to say to the young audiences who are discovering her in increasing numbers, "Now I'm singing it for you." But though the songs may be the same, they're not really the same. Clooney brings to them a new perspective fed by years of personal anguish and the reordering of her world. "Her gift," says Linda Ronstadt, who performed at Clooney's 1991 Carnegie Hall concert, "is that when she sings a song, you will see it exactly the way it was when it was first born, with that first painful or joyous impulse

Visiting with Rosemary Clooney is exactly like listening to her music. At a snow-covered country inn, where she was preparing for a concert at the Palace Theatre in Stamford. Connecticut, one immediately feels comfortable with her straight-on manner and dry Irish humor,

metuated by a rolling asthma-touched laugh.

Maternal of heart and figure, her existence is centered on her five children (from her marriage to Jose Ferrer, who died last year) and seven grandchildren.
"I started to sing 'Come in From the Rain' recently —

which is a love song actually — and I found myself thinking about my children," she says. "At different times in your life with the same song, you think about what's

most important, where the relevance is."

Peace hasn't come easily for Clooney. In the early days she was compelled by Columbia Records to record a string of songs she had little affinity for, but which made her a star at 23. In addition to "Come On-A-My House," which she grew to detest, she had hits like "Botcha Me," "Mambo Italiano," "Hey There" and "Tenderly" — her favorite of the early songs, which she insisted on recording. Her tremendous popularity landed her on the cover of

Rosemary Clooney with grandson Nathaniel Botwick at the Palace Theatre in Connecticut, and circa 1953.

Time. With every success the treadmill of recording, movie, television, nightclub and concert obligations accelerated, and the exorbitant fees she received went into running a household in Beverly Hills, which included her five young children, a staff of seven and a husband from whom she would soon separate.

Then came the crash. Divorced from Ferrer, she became dependent on barbiturates, which began to take the opposite effect on her. Sleepless, she campaigned exhaus in 1968 for her friend Robert Kennedy, and the night he was assassinated, she was there. Afterward, she was seized by the delusion that he wasn't really dead.

Angry with audiences who kept clamoring for "Come On-A-My House," and displaying increasingly erratic behavior, culminating in a nighttime drive up the wrong side of a mountain road, she was hospitalized. As her mental health was restored, she began eight years of analysis and group therapy.

When Clooney emerged from her illness, virtually no one would hire her. Despite a reputation built up over 20 years as a highly professional performer, she had been branded a bad risk. She had lost her pleasure in singing and it showed, but she needed money and took whatever jobs she could find, working Holiday Inns on weekends. "Sometimes people stumbled into the place accidentalshe says. "Sometimes they wouldn't pay attention, especially when I was not singing very well; then they'd talk.

ACROSS

7 Warm overcoats

1 Oppose

14 Walks

21 Indolent

22 Cole Porter

But it was worthwhile, because I got right back to basics." While she re-evaluated her personal priorities, learning to cook, planting a garden and caring for her school-age children, she also rethought her relationship to music. "Because I didn't have the high pressure of a big career for those years," she says. "I could come to the singing freshly." Eventually, it was Bing Crosby who started her comeback

by hiring her to accompany him on tour.

New to her was the ability to express deep emotion. something she had always found difficult. Because of her early material and a deceptively casual style that lacked the flash or drama of, say, a Peggy Lee, Clooney was for a long time relegated to the artistic realm of the "pleasant." Sometimes I wince listening to some of the records that

I've made because it gets terminally cute," she says. "But that's O. K. I really like some of the long lines, the purity." It is in the last decade that she has done her most meaningful work. "Do You Miss New York?" — arranged with a small jazz combo - illustrates how Clooney's life and music have converged. Interpreting a range of material from "Route 66" to ballads like "I Wish You Love," it is pure Clooney.

Deborah Grace Winer, co-author of "Sing Out, Louise! 150 Stars of the Musical Theater Remember 50 Years on Broadway," to be published in September, wrote this for The

### **PEOPLE**

### Bye-Bye Big Apple? Latest on Letterman

Big Apple or Lala land? David Letterman, who will switch from NBC to CBS later this year, plans to move his late-night talk show to Los Angeles, according to the New York Post. CBS denied the decision has been made. The newspaper said the show's staff was informed of the change Thursday, just before a rally at city hall begging the cornedian not to leave New York. Letterman's departure would be a "terrible psychological blow" to New York and would cost the city \$50 million in tourist revenue and production costs, said Councilman John Sabini Another councilman passed around a Top 10 list of reasons why Letterman should stay in New York Among them: "Lala land' is an even dumber slogan than 'Big Apple.'"

Ivana Trump, proving again that dithere is life after the Donald, will surface this spring on the Home Shopping Network, presenting her own line of clothing and jewelry. This is the latest in a series of career changes for Ivana, 43, who previously tried writing steamy novels and modeling.

The British government has de-nied that Queen Elizabeth is to get a new £80 million (\$115 million) "floating palace" to replace her 40-year-old royal yacht Britannia. A Buckingham Palace spokesman said it was too early to say what conclusions a government review of Britannia would reach, after a £17 million refit last year. The ship costs £11 million a year to run Britannia is paid for out of the defense budget, partly because it could be used as a hospital shap in time of war. But Defense Minister Archie Hamilton has acknowledged for the first time that it would never be used for that purpose, prounting complaints from opposition Labor Party politicians that the country could not go on paying for the queen's ship. 

For the fourth straight year, co-median Billy Crystal will host the 65th Annual Academy Awards ceremony March 29 in Los Angeles.

INTERNATIONAL CLASSIFIED Appears on Pages 4 & 7

### **WEATHER**

# Forecast for Sunday through Tuesday

LOSS OF EDEN: A Biogra-

phy of Charles and Anne

By Joyce Milton, 520 pages, \$25.

Reviewed by Peter Kurth

▼ N "Loss of Eden," Joyce Mil-

ton's admirably researched dual

biography of Charles and Anne

Morrow Lindbergh, the hero and

heroine don't actually meet until

page 153, when Lindbergh, "the Lone Eagle," fresh from the triumph

of his trans-Atlantic crossing in

1927, visits the Morrows in Mexico

City, where Anne's father was am-

the befuddled toast of at least two

Morrow Lindbergh

HarperCollins.

sunshine, then Monday and Tuesday will be milder. Los Angeles will probably have

courting Anne "with the same me-thodical single-mindedness he

brought to the preparation for his

assault on the Atlantic." Anne, per-

manently introspective and already

determined to be a writer wrestled

hard with the prospect of "marrying

a man who proudly told her that he

knew a little about poetry himself."

her father. Dwight Morrow, re-marked, and that about sums it up:

Charles A. Lindbergh was a nice

clean boy with a stubborn streak

and some muddleheaded, "scientif-

ic" views about government and race. Ultimately they led him to a

flirtation with Nazism and cost him

his position as Hero Number One in

the American pantheon. Reviewing

the publication of Lindbergh's "Wartime Journals" in 1970, Jean

Stafford called him a "goony bird."

continents, and he went about echoing the judgment of Dorothy

'At least he's a nice clean boy.'

North America Europe The British Isles through Shanghai will have coot, central Europe will continue rather cloudy weather Sun-New York City and Philadel-phia will have a brisk, cold Sunday into early next week.

Low clouds and fog will persist from Brussels and Paris to Vienna. A slow-moving storm will bring welcome rains to eastern Spain. A few Kong will be warm Sunday, then will be cooler Monday and Tuesday with a bit of rain possible. Sunday will be

**BOOKS** 

Charles Jr.

Thompson, columnist for the New

York Herald Tribune, whose attacks

on Lindbergh before World War II

were scathing to the point of libel.

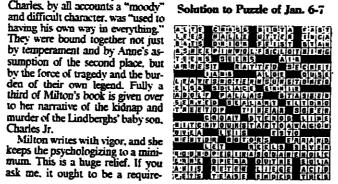
py" marriage? Is there any way to tell? Milton makes it plain that marriage? Is there any way to

Did the Lindberghs have a "hap-

31/88 21/70 8/43 -9/16 21/70 13/55 31/88 24/75 22/71 9/48 7/44 -6/22 7/44 2/35 31/88 22/71 19/66 10/50

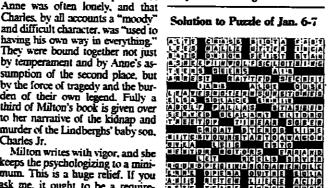
pc -3/27 pc 29/82 c 16/61 s 20/68 pc 21/70

23 Go before 24 Meddler in



sia: The Riddle of Anna Anderson and "American Cassandra," a biography of Dorothy Thompson, this for the Washington Post.

ment for biography in the 1990s.



### © New York Times, edited by Eugene Maleska

IT TAKES ALL KINDS By Nancy Nicholson 80 Cager Frazier's 82 One who has an

88 Outward appearance song: Neison Eddy film, 1937 89 L'imost degree 92 Divert 93 Pinch

109 Reduced to low

121 Mayoumeen's

Quebec city on the St. Lawrence 97 Highlands headgear 27 Mosaic tiles 28 Ancient 98 Jefferson's bill

31 City visited by 100 Cracklings 102 Eldritch 32 Prom-night item 104 Pismire 36 Spanish baby 105 Editor

37 Prince Valiant 112 Strands 116 Consecrate 42 One who has 117 Tones on a scale poor penmanship 120 Revile

45 Novelist Rölvaag 48 Yakutsk's river [22 Baudelaire's 49 Knightwear "Les Fleurs du Diego from LA 123 One who likes 51 Fiats

129 Epicede 56 Some cuts of 58 Roadste 60 One who hates

62 A king of Judah 85 Grable to many WW II G.I.'s 66 "Semper fidelis"

69 A way up in mil. Service 70 Harridan 73 'The --- ()id Moon," 1927

76 The law, to Mr. 77 Coffee variet 78 Govt. spon opera, etc.

53 "Thou would's still be ----"

> 131 Sabers' less lethal kin 132 Emulates Mark 134 Buck or hyte 136 Flavoring agent

America 146 One who designs flag-150 "Tancredi

153 -154 Notwithstand 155 Places for

Egyptian Christian church member 2 Pawnee's friend Some units of

— Town 1938 Tracy film 5 Mien 6 Reign of 1793-94

> from Prague 9 Fed. agency 10 Use a shuttle 11 Site of ancient

> 12 Insurrection 13 Hunting dogs 14 Tom Hanks film 15 Musical syllable 16 Kind of room

17 Venous fluid for Aphrodite 18 One who excels at table

20 Sight attachmen 25 Rhine feeder 126 Implement for Preciden 29 Actresses Merkel and

> 33 Start of a 37 MacArthu

138 Mexican sindal 143 Raccoonlike

151 Redonats, to Minutemen 152 Minn range ---- cordrate 49 Songlike

54 Psyche

Hemingway title 55 Kind of hank hailed from here

40 Sonny Shrover 41 Rebounded 43 City in central Neb 44 A Shriver

46 Romanian 74 Former queen

Purviance

38 Kind of dunk 39 Foot, Comb

47 Triple this for

52 - Simbe

Egypt

7 Impulses 8 Actor Herbert

30 Partah

34 Breadth, scope 57 Leroy Parge, 35 Campaign issue in '92 61 Map abbr. 63 Lundon's

67 Quantities 68 Thicket 71 Peer Gynt's 72 She wrote \*Three Weeks 73 Ailurophobe's

75 One who studies

81 Spellbind

(Sland) 84 Role for E 85 Box 87 Certain

~—gratia 95 Capital of Azerbaijan 100 Nicaraguan's 101 Female swar

103 Bush or Taft 105 Member of a Middle Eastern 106 Million chaser 107 What legiotums 108 Kind of 128 Site of

princely pal 114 RIP notice 119 Bundled, as 124 Highlands

125 Adaughter of Oedipus and 126 Ruffian 127 Provides new

# Speed up the approval process.



022 903 011 FRANCE 800-001 GERMANY C6G3 13 SAUDI ARABIA OCRO OCTO | KENY4" 1 800-100 "REI GHA G78 11-0010 | GHANA DIGI LADWAT 800 298 | SPAIN 00-421-00101 \*GREECE C SCO-5111 SWEDEN CZECH RET 00-800 I311 LUXEMBOURI 020-795-611 BUUT-0010 "HUNGART C6: C23-9111 SWITZERLAND 00:-800-01111 THE THERLANDS 510 0200 RELAN CSC ESCI TURKEY 9:/9-8001-2277 G:0:0-460-Gill | (MBTED KWGDQW 177-100-2727 POLAND\*\* 001/ 0800-89-0011

AT&T USADirect Service. Your Express Connection to AT&T Service. Just dial the access number of the country votire in. For additional access numbers, call collect 412 553-7458. Ext. 606



احكذا من الاعل

83 --- Nui (Easter 110 Spanish queen 1906-31 "---- Macabre" 133 Elected 111 Leap. like some 134 "Utopia" author 135 N.C. college 113 Falstaff's 137 Love-letter 90 Like some made 139 Lhasa 91 Straddlers 118 Gibraltar tourist (Tibelan dog) 140 Fellow 141 "H.M.S.

Pinafore" lass 142 Discordia I44 "The — Game," 1977 145 Neighbor of Que. 147 Poe's "The — of the Perverse" 148 One-fifth of CCLX

149 "----- lt Be."